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WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

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FEB 08 2003

OF

Florida Public Service Commission
Division of Water and Wastewater

WS719-02-AR
C.F.A.T. H2O, Inc.
P. O. Box 5220
Ocala, FL 34478-5220

Submitted To The

STATE OF FLORIDA



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FLORIDA PUBLIC SERVICE
COMMISSION
DIVISION OF
ECONOMIC REGULATION

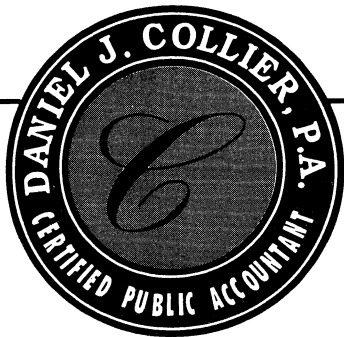
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RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2002



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

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

January 24, 2003

To the Board of Directors:
CFAT H2O, Inc.

I have compiled the 2002 Annual Report of CFAT H2O, 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 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 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

1410 NE 8TH AVENUE OCALA, FL MARION

Mailing Address

Street Address

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, 2002

INCOME STATEMENT

| Account Name | Ref. Page | Water | Wastewater | Other | Total Company |
|--|--------------|------------|------------|----------|------------------|
| Gross Revenue: | | | | | |
| Residential_____ | | \$ 39,176 | \$ 80,289 | \$ _____ | \$ 119,465 |
| Commercial_____ | | _____ | _____ | _____ | 0 |
| Industrial_____ | | _____ | _____ | _____ | _____ |
| Multiple Family_____ | | _____ | _____ | _____ | _____ |
| Guaranteed Revenues_____ | | _____ | _____ | _____ | _____ |
| Other TURN ON/OFF | | _____ | _____ | _____ | 0 |
| Total Gross Revenue____ | | \$ 39,176 | \$ 80,289 | \$ _____ | \$ 119,465 |
| Operation Expense (Must tie to pages W-3 and S-3) | W-3 S-3 | \$ 40,758 | \$ 68,721 | \$ _____ | \$ 109,479 |
| Depreciation Expense____ | F-5 | 4,755 | 11,649 | _____ | 16,404 |
| CIAC Amortization Expense__ | F-8 | (3,805) | (10,789) | _____ | (14,594) |
| Taxes Other Than Income____ | | 2,815 | 6,226 | _____ | 9,041 |
| Income Taxes_____ | F-7 | _____ | _____ | _____ | _____ |
| Total Operating Expense | | \$ 44,523 | 75,807 | _____ | \$ 120,330 |
| Net Operating Income (Loss) | | \$ (5,347) | \$ 4,482 | \$ _____ | \$ (865) |
| Other Income: | | | | | |
| Nonutility Income_____ | | \$ _____ | \$ _____ | \$ _____ | \$ 0 |
| _____ | | _____ | _____ | _____ | _____ |
| Other Deductions: | | | | | |
| Miscellaneous Nonutility Expenses_____ | | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| Interest Expense_____ | | (2,592) | (2,623) | _____ | (5,215) |
| _____ | | _____ | _____ | _____ | _____ |
| _____ | | _____ | _____ | _____ | _____ |
| Net Income (Loss) | | \$ (7,939) | \$ 1,859 | \$ 0 | \$ (6,080) |

UTILITY NAME: CFAT H2O. INC.

YEAR OF REPORT

DECEMBER 31,

2002

COMPARATIVE BALANCE SHEET

| ACCOUNT NAME | Reference Page | Current Year | Previous Year |
|---|-------------------|-------------------|-------------------|
| Assets: | | | |
| Utility Plant in Service (101-105) _ _ _ _ _ | F-5,W-1,S-1 | \$ 484,488 | \$ 465,325 |
| Accumulated Depreciation and Amortization (108) _ _ _ _ _ | F-5,W-2,S-2 | <u>116,786</u> | <u>100,382</u> |
| Net Utility Plant _ _ _ _ _ | | \$ 367,702 | \$ 364,943 |
| Cash _ _ _ _ _ | | 6,109 | (587) |
| Customer Accounts Receivable (141) _ _ _ _ _ | | 4,455 | 5,279 |
| Other Assets (Specify): _ _ _ _ _ | | | |
| UTILITY DEPOSIT | | 2,040 | 1,640 |
| PLANT HELD FOR FUTURE USE | | 4,250 | 4,250 |
| ACQUISITION ADJUSTMENT, NET | | <u>91,451</u> | <u>94,852</u> |
| Total Assets _ _ _ _ _ | | \$ <u>476,007</u> | \$ <u>470,377</u> |
| Liabilities and Capital: | | | |
| Common Stock Issued (201) _ _ _ _ _ | F-6 | 100 | 100 |
| Preferred Stock Issued (204) _ _ _ _ _ | F-6 | | |
| Other Paid in Capital (211) _ _ _ _ _ | | 127,583 | 45,000 |
| Retained Earnings (215) _ _ _ _ _ | F-6 | (9,788) | (3,708) |
| Proprietary Capital (Proprietary and partnership only) (218) _ _ _ _ _ | F-6 | | |
| Total Capital _ _ _ _ _ | | \$ <u>117,895</u> | \$ <u>41,392</u> |
| Long Term Debt (224) _ _ _ _ _ | F-6 | \$ 40,660 | \$ 65,124 |
| Accounts Payable (231) _ _ _ _ _ | | | |
| Notes Payable (232) _ _ _ _ _ | | | |
| Customer Deposits (235) _ _ _ _ _ | | 14,102 | 14,452 |
| Accrued Taxes (236) _ _ _ _ _ | | 5,376 | 5,508 |
| Other Liabilities (Specify) _ _ _ _ _ | | | |
| MANAGEMENT FEE PAYABLE | | | 31,333 |
| Advances for Construction _ _ _ _ _ | | | |
| Contributions in Aid of Construction - Net (271-272) _ _ _ _ _ | F-8 | <u>297,974</u> | <u>312,568</u> |
| Total Liabilities and Capital _ _ _ _ _ | | \$ <u>476,007</u> | \$ <u>470,377</u> |

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2002

GROSS UTILITY PLANT

| Plant Accounts: (101 - 107) inclusive | Water | Wastewater | Plant other Than Reporting Systems | Total |
|--|----------------|----------------|---|----------------|
| Utility Plant in Service ----- | \$ 161,663 | \$ 322,825 | \$ _____ | \$ 484,488 |
| Construction Work in ----- | _____ | _____ | _____ | _____ |
| Other (Specify) ----- _____ _____ | _____ _____ | _____ _____ | _____ _____ | _____ _____ |
| Total Utility Plant_----- | \$ 161,663 | \$ 322,825 | \$ _____ | \$ 484,488 |

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

| Account 108 | Water | Wastewater | Other Than Reporting Systems | Total |
|--|-----------|------------|------------------------------------|------------|
| Balance First of Year_----- | \$ 39,536 | \$ 60,846 | \$ _____ | \$ 100,382 |
| <u>Add Credits During Year:</u> | | | | |
| Accruals charged to depreciation account_-- | \$ 4,755 | \$ 11,649 | \$ _____ | \$ 16,404 |
| Salvage_----- | _____ | _____ | _____ | _____ |
| Other Credits (specify)_-- | _____ | _____ | _____ | _____ |
| Total Credits_----- | \$ 4,755 | \$ 11,649 | \$ _____ | \$ 16,404 |
| <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_----- | \$ 44,291 | \$ 72,495 | \$ _____ | \$ 116,786 |

UTILITY NAME: CFAT H2O. INC.

| | |
|--------------------------------|------|
| YEAR OF REPORT DECEMBER 31. | 2002 |
|--------------------------------|------|

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 | \$ (3,708) |
| Changes during the year (Specify): LESS CURRENT YEAR PROFIT (LOSS) | | (6,080) |
| _____ | | |
| _____ | | |
| Balance end of year_____ | \$ | \$ (9,788) |

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 |
| UNION PLANTERS BANK | 9.00% | MO | 30,026 |
| Total_____ | | | \$ 40,660 |

UTILITY NAME: CFAT H2O. INC.

| |
|-------------------------------------|
| YEAR OF REPORT DECEMBER 31, 2002 |
|-------------------------------------|

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_____ | 1763 | 3613 | _____ | 5376 |
| Other (Specify)_____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Total Taxes Accrued_____ | \$ 1763 | \$ 3613 | \$ _____ | \$ 5376 |

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. | \$ 12,301 | \$ 25,594 | MANAGEMENT & MAINTENANCE |
| AQUA PURE | \$ 5,934 | 4,431 | PLANT OPERATION & TESTING |
| DANIEL J. COLLIER P.A | \$ 430 | 680 | ACCOUNTING FEES |
| RSC DEVELOPMENT | \$ 9,828 | 12,012 | ADMINISTRATION |
| TAM REALTY | \$ 4,536 | 5,544 | ADMINISTRATION |
| _____ | \$ _____ | \$ _____ | _____ |
| _____ | \$ _____ | \$ _____ | _____ |
| _____ | \$ _____ | \$ _____ | _____ |
| _____ | \$ _____ | \$ _____ | _____ |

UTILITY NAME: CFAT H2O, INC.YEAR OF REPORT
DECEMBER 31, 2002

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

| (a) | Water (b) | Wastewater (c) | Total (d) |
|---|--------------|-------------------|--------------|
| 1) Balance first of year_____ | \$ 113,786 | \$ 262,882 | \$ 376,668 |
| 2) Add credits during year - CIAC RECEIVED | \$ 0 | \$ | \$ 0 |
| 3) Total_____ | 113,786 | 262,882 | 376,668 |
| 4) Deduct charges during the year_____ | | | |
| 5) Balance end of year_____ | 113,786 | 262,882 | 376,668 |
| 6) Less Accumulated Amortization_____ | 27,870 | 50,824 | 78,694 |
| 7) Net CIAC_____ | \$ 85,916 | \$ 212,058 | \$ 297,974 |

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_____ | | | \$ 0 | \$ 0 |
| 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.)_____ | | | \$ 0 | \$ 0 |

ACCUMULATED AMORTIZATION OF CIAC (272)

| | Water | Wastewater | Total |
|--|-----------|------------|-----------|
| Balance First of Year_____ | \$ 24,065 | \$ 40,035 | \$ 64,100 |
| Add Credits During Year:_____ | | | |
| Deduct Debits During Year:_____ | 3,805 | 10,789 | 14,594 |
| Balance End of Year (Must agree with line #6 above.) | \$ 27,870 | \$ 50,824 | \$ 78,694 |

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

UTILITY NAME: CFAT H2O, INC.

| |
|------------------------------------|
| YEAR OF REPORT DECEMBER 31 2002 |
|------------------------------------|

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 | \$ _____ | 100.00 % | | _____ % |

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

APPROVED AFUDC RATE

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

UTILITY NAME: CFAT H2O, INC.

WATER OPERATING SECTION

UTILITY NAME: CFAT H2O, INC.

| |
|------------------------------------|
| YEAR OF REPORT DECEMBER 31 2002 |
|------------------------------------|

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 | 11,801 | _____ | 16,051 |
| 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 | 954 | _____ | 13,954 |
| 331 | Transmission and Distribution Lines_____ | 60,695 | _____ | _____ | 60,695 |
| 333 | Services_____ | 15,635 | _____ | _____ | 15,635 |
| 334 | Meters and Meter Installations_____ | 18,181 | 600 | _____ | 18,781 |
| 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 | \$ 13,355 | \$ _____ | \$ 161,663 |

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2002

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

| Acct. No. (a) | Account (b) | Average Service Life in Years (c) | Average Salvage Percent (d) | Depr. Rate Applied (e) | Accumulated Depreciation Balance Previous Year (f) | Debits (g) | Credits (h) | Accum. Depr. Balance End of Year (i-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% | 272 | | 36 | 308 |
| 307 | Wells and Springs | 27 | % | 3.70% | 2,986 | | 330 | 3,316 |
| 308 | Infiltration Galleries & Tunnels | | % | | | | | |
| 309 | Supply Mains | | % | | | | | |
| 310 | Power Generating Equipment | 15 | % | 6.67% | 2,441 | | 575 | 3,016 |
| 311 | Pumping Equipment | 15 | % | 6.67% | 1,096 | | 295 | 1,391 |
| 320 | Water Treatment Equipment | 11 | % | 9.09% | 186 | | 20 | 206 |
| 330 | Distribution Reservoirs & Standpipes | 30 | % | 3.33% | 6,496 | | 451 | 6,947 |
| 331 | Trans. & Dist. Mains | 40 | % | 2.50% | 16,283 | | 1,517 | 17,800 |
| 333 | Services | 35 | % | 2.86% | 5,351 | | 446 | 5,797 |
| 334 | Meter & Meter Installations | 17 | % | 5.88% | 3,496 | | 1,072 | 4,568 |
| 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% | 84 | | 13 | 97 |
| 344 | Laboratory Equipment | | % | | | | | |
| 345 | Power Operated Equipment | | % | | | | | |
| 346 | Communication Equipment | | % | | | | | |
| 347 | Miscellaneous Equipment | | % | | | | | |
| 348 | Other Tangible Plant | | % | | | | | |
| | Totals | | | | \$ 39,536 | \$ 0 | \$ 4,755 | \$ 44,291 * |

* This amount should tie to Sheet F-5.

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

2002

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_____ | 1,359 |
| 616 | Fuel for Power Production_____ | 133 |
| 618 | Chemicals_____ | 601 |
| 620 | Materials and Supplies_____ | 163 |
| 630 | Contractual Services: | |
| | Billing_____ | 26,665 |
| | Professional_____ | 430 |
| | Testing_____ | 1,585 |
| | Other_____ | 4,499 |
| 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_____ | 5,323 |
| | Total Water Operation And Maintenance Expense_____ | \$ 40,758 * |
| | * 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 | 220 | 221 | 221 |
| 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 | | | 220 | 221 | 221 |

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: CFAT H2O, INC.

| |
|-------------------------------------|
| YEAR OF REPORT DECEMBER 31, 2002 |
|-------------------------------------|

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_____ | 920_____ | 31_____ | 889_____ | 889_____ |
| February_____ | _____ | 875_____ | 18_____ | 857_____ | 857_____ |
| March_____ | _____ | 827_____ | 35_____ | 792_____ | 792_____ |
| April_____ | _____ | 930_____ | 26_____ | 904_____ | 904_____ |
| May_____ | _____ | 845_____ | 7_____ | 838_____ | 838_____ |
| June_____ | _____ | 996_____ | 24_____ | 972_____ | 972_____ |
| July_____ | _____ | 902_____ | 22_____ | 880_____ | 880_____ |
| August_____ | _____ | 948_____ | 16_____ | 932_____ | 932_____ |
| September_____ | _____ | 916_____ | 47_____ | 869_____ | 869_____ |
| October_____ | _____ | 1,024_____ | 43_____ | 981_____ | 981_____ |
| November_____ | _____ | 846_____ | 37_____ | 809_____ | 809_____ |
| December_____ | _____ | 1,089_____ | 23_____ | 1,066_____ | 1,066_____ |
| Total for Year_____ | _____ | 11,118_____ | 329_____ | 10,789_____ | 10,789_____ |

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
DECEMBER 31, 2002

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 DECEMBER 31, 2002 |
|-------------------------------------|

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 | | |

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2002

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. 84
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:
$$\text{ERC} = (\text{Total SFR gallons sold (omit 000/365 days/350 gallons per day)}).$$

WASTEWATER OPERATING SECTION

UTILITY NAME: CFAT H2O, INC.

| |
|-------------------------------------|
| YEAR OF REPORT DECEMBER 31, 2002 |
|-------------------------------------|

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_ | 10,166 | _____ | _____ | 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_____ | 90,934 | 5,408 | _____ | 96,342 |
| 371 | Pumping Equipment_____ | _____ | _____ | _____ | _____ |
| 380 | Treatment and Disposal Equipment_____ | 16,440 | 400 | _____ | 16,840 |
| 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_____ | \$ 317,017 | \$ 5,808 | \$ _____ | \$ 322,825 * |

* This amount should tie to sheet F-5.

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2002

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% | \$ 1,492 | | 376 | \$ 1,868 |
| 351 | Organizational | 5 | | 20.00% | 2,500 | | | 2,500 |
| 352 | Franchises | 3 | | 33.33% | 2,061 | | | 2,061 |
| 355 | Power Generation Equipment | | % | | | | | |
| 360 | Collection Sewers - Force | 27 | % | 3.70% | 7,443 | | 3,002 | 10,445 |
| 361 | Collection Sewers - Gravity | 40 | % | 2.50% | 15,763 | | 1,141 | 16,904 |
| 362 | Special Collecting Structures | 35 | % | 2.86% | 6,427 | | 428 | 6,855 |
| 363 | Services to Customers | 35 | % | 2.86% | 3,637 | | 242 | 3,879 |
| 364 | Flow Measuring Devices | 5 | % | 20.00% | 90 | | | 90 |
| 365 | Flow Measuring Installations | 35 | % | 2.86% | 2,367 | | 160 | 2,527 |
| 370 | Receiving Wells | 18 | % | 5.56% | 11,420 | | 5,189 | 16,609 |
| 371 | Pumping Equipment | | | | | | | |
| 380 | Treatment and Disposal Equipment | | | | | | | |
| 381 | Plant Sewers | 15 | % | 6.67% | 7,646 | | 1,111 | 8,757 |
| 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 | | | | \$ 60,846 | \$ 0 | \$ 11,649 | \$ 72,495 * |

* This amount should tie to Sheet F-5.

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2002

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_____ | 7,798 |
| 715 | Purchased Power_____ | 6,379 |
| 716 | Fuel for Power Production_____ | _____ |
| 718 | Chemicals_____ | 984 |
| 720 | Materials and Supplies_____ | 181 |
| 730 | Contractual Services: | |
| | Billing_____ | 43,150 |
| | Professional _____ | 680 |
| | Testing_____ | 0 |
| | Other_____ | 4,431 |
| 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. | 5,118 |
| | Total Wastewater Operation And Maintenance Expense_____ | \$ 68,721 * |

* 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 | D | 1.0 | | | |
| All meter sizes | | | | | |
| General Service | | | | | |
| 5/8" | D | 1.0 | 218 | 220 | 220 |
| 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) | d" | 18 | 1 | 1 | 18 |
| Total | | | 219 | 221 | 238 |

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2002

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 | | | |
| Beginning 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 | |
| DECEMBER | 2002 |

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_____ | 10,471,000 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_____ | 854 | | 854 |
| February_____ | 854 | | 854 |
| March_____ | 762 | | 762 |
| April_____ | 889 | | 889 |
| May_____ | 824 | | 824 |
| June_____ | 901 | | 901 |
| July_____ | 876 | | 876 |
| August_____ | 885 | | 885 |
| September_____ | 863 | | 863 |
| October_____ | 947 | | 947 |
| November_____ | 785 | | 785 |
| December_____ | 1,031 | | 1,031 |
| Total for year_____ | 10,471 | | 10,471 |

If Wastewater Treatment is purchased, indicate the vendor:

N/A

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2002

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. 102
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:
$$ERC = (\text{Total SFR gallons sold (omit 000/365 days/280 gallons per day)}).$$

UTILITY NAME: CFAT H2O, INC.

YEAR OF REPORT
DECEMBER 31, 2002

CERTIFICATION OF ANNUAL REPORT

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

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

Items Certified

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


(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.