

CLASS "A" OR "B"
WATER and/or WASTEWATER UTILITIES
(Gross Revenue of More Than \$200,000 Each)

ANNUAL REPORT

OF

WS798-03-AR
Ms. Nance Guth
Lake Suzy Utilities, Inc.
% AquaSource, Inc.
6960 Professional Parkway East, #400
Sarasota, FL 34240-8432

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2003

04 APR 22 10:00 AM
DIVISION OF
ECONOMIC REGULATION

04 APR 22 AM 6:07
DIVISION OF
ECONOMIC REGULATION
PUBLIC SERVICE

Cronin, Jackson, Nixon & Wilson
CERTIFIED PUBLIC ACCOUNTANTS, P.A.

JAMES L. CARLSTEDT, C.P.A.
JOHN H. CRONIN, JR., C.P.A.
ROBERT H. JACKSON, C.P.A.
ROBERT C. NIXON, C.P.A.
JEANETTE SUNG, C.P.A.
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March 10, 2004

Officers and Directors
Lake Suzy Utilities, Inc.

We have compiled the 2003 Annual Report of Lake Suzy Utilities, Inc. 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 Lake Suzy Utilities, Inc. 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
Class A & B**

Company: AquaSource-Lake Suzy Utilities, Inc.

For the Year Ended December 31, 2003

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Unmetered Water Revenues (460)	\$ -	\$ -	\$ -
Total Metered Sales ((461.1 - 461.5)	285,674	285,674	(0)
Total Fire Protection Revenue (462.1 - 462.2)	-	-	-
Other Sales to Public Authorities (464)	-	-	-
Sales to Irrigation Customers (465)	-	-	-
Sales for Resale (466)	-	-	-
Interdepartmental Sales (467)	-	-	-
Total Other Water Revenues (469 - 474)	1,050	1,050	-
Total Water Operating Revenue	\$ 286,724	\$ 286,724	\$ (0)
LESS: Expense for Purchased Water from FPSC-Regulated Utility	-	-	-
Net Water Operating Revenues	\$ 286,724	\$ 286,724	\$ (0)

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
Class A & B**

Company: AquaSource-Lake Suzy Utilities, Inc.

For the Year Ended December 31, 2003

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Total Flat-Rate revenues (521.1 - 521.6)	\$ -	\$ -	\$ -
Total Measured Revenues (522.1 - 522.5)	344,251	344,251	(0)
Revenues from Public Authorities (523)	-	-	-
Revenues from Other Systems (524)	-	-	-
Interdepartmental Revenues (525)	-	-	-
Total Other Wastewater Revenues (530 - 536)	-	-	-
Reclaimed Water Sales (540.1 - 544)	-	-	-
Total Wastewater Operating Revenue	\$ 344,251	\$ 344,251	\$ (0)
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Revenues	\$ 344,251	\$ 344,251	\$ (0)

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).

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WASTEWATER OPERATION SECTION			
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EXECUTIVE

SUMMARY

CERTIFICATION OF ANNUAL REPORT

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT December 31, 2003

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. |
| 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.
()	()	()	()



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

1.	2.	3.	4.
(X)	(X)	(X)	(X)



(signature of the 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.

ANNUAL REPORT OF

YEAR OF REPORT December 31, 2003

AquaSource-Lake Suzy Utilities, Inc.
 (Exact Name of Utility)

County: DeSoto

List below the exact mailing address of the utility for which normal correspondence should be sent:

6960 Professional Parkway East

Suite 400

Sarasota, FL 34240

Telephone: (941) 907-7411

e-Mail Address: N/A

WEB Site: N/A

Sunshine State One-Call of Florida, Inc. Member Number N/A

Name and address of person to whom correspondence concerning this report should be addressed:

Robert C. Nixon, CPA

Cronin, Jackson, Nixon & Wilson, CPA's, PA

2560 Gulf-to-Bay Blvd, Suite 200

Clearwater, Florida 34625

Telephone: (727) 791-4020

List below the address of where the utility's books and records are located:

6960 Professional Parkway East

Suite 400

Sarasota, FL 34240

Telephone: (941) 907-7411

List below any groups auditing or reviewing the records and operations:

Cronin, Jackson, Nixon and Wilson, CPA's

Date of original organization of the utility: 04/01/1981

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

Individual

☐

Partnership

☐

Sub S Corporation

☐

1120 Corporation

☒

List below every corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the utility:

	Name	Percent Ownership	
1.	Aquasource Utilities, Inc.	100	%
2.			%
3.			%
4.			%
5.			%
6.			%
7.			%
8.			%
9.			%
10.			%

YEAR OF REPORT
December 31, 2003

NAME OF COMPANY REPRESENTATIVE (1)	TITLE OR POSITION (2)	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
Nance Guth (941) 907-7411	Assistant Regional Controller	Aquasource Utility, Inc.	All utility matters
Martin Freidman (850) 877-6555	Attorney	Rose, Sundstrom & Bentley	Legal matters
Robert Nixon (727) 791-4020	CPA	Cronin, Jackson, Nixon and Wilson, CPA's	Accounting and rate matters

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UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT December 31, 2003
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COMPANY PROFILE

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.**
- B. Public services rendered.**
- C. Major goals and objectives.**
- D. Major operating divisions and functions.**
- E. Current and projected growth patterns.**
- F. Major transactions having a material effect on operations.**

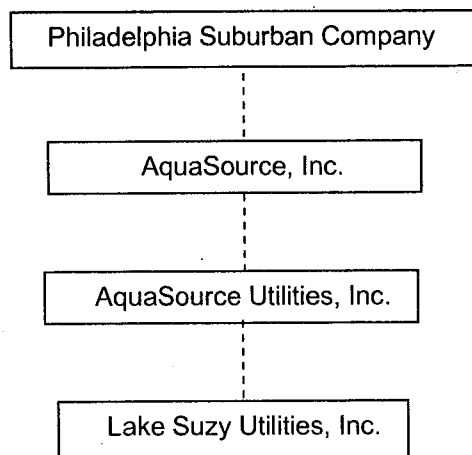
- (A) The Company acquired the utility from Lake Suzy Utilities, Inc, first organized on April 1, 1981. In December, 1998, AquaSource Utilities, Inc., purchased 100% of the stock in the utility. On February 3, 2003, acquisition of the stock of the Utility's parent by Philadelphia Suburban Company, was approved in Order No. PSC-03-0163-FOF-WS. Transfer of the stock from DQE was completed in June, 2003.
- (B) The Company provides water and sewer services.
- (C) The Utility's goals continue to be the providing of quality water and sewer service and earning a fair rate of return on the investment in plant in service.
- (D) Water and sewer services
- (E) The Utility estimates growth at approximately 10% per year
- (F) After the acquisition of the stock of the Utility by Philadelphia Suburban Company, the unrecognized acquisition adjustment was written off to extraordinary loss.

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

PARENT / AFFILIATE ORGANIZATION CHART

Current as of 12/31/03

Complete below an organizational chart that shows all parents and subsidiaries of the utility. The chart must also show the relationship between the utility and the affiliates listed on E-7, E-10(a) and E-10(b).



UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

COMPENSATION OF OFFICERS

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.			
NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF UTILITY (c)	OFFICERS COMPENSATION (d)
Nicholas DeBenedictis	Chairman	1 %	\$ None
Richard D Hugus	President	1 %	\$ None
Glenn P LaBrecque	Vice President-Operations	10 %	\$ None
Roy H Stahl	Vice President/Secretary	1 %	\$ None
Kathy L Papae	Vice President/Treasurer	1 %	\$ None
James Chukinas	Controller	1 %	\$ None
Robert A Rubin	Assistant Treasurer	1 %	\$ None
Maria Giordany	Assistant Secretary	1 %	\$ None
Nance Guth	Assistant Secretary	10 %	\$ None

COMPENSATION OF DIRECTORS

For each director, list the number of director meetings attended by each director and the compensation received as an director from the respondent.			
NAME (a)	TITLE (b)	NUMBER OF DIRECTORS MEETINGS ATTENDED (c)	DIRECTORS COMPENSATION (d)
Nicholas DeBenedictis	Director	1	\$ None \$ \$ \$ \$ \$ \$ \$ \$

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

List all contracts, agreements, and other business arrangements* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on Page E-6. In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.

NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
None		\$	

* Business Agreement, for this schedule, shall mean any oral or written business deal which binds the concerned parties for products or services during the reporting year or future years. Although the Respondent and/or other companies will benefit from the arrangement, the officer or director is, however, acting on his behalf or for the benefit of other companies or persons.

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

AFFILIATION OF OFFICERS AND DIRECTORS

For each of the officials listed on page E-6, list the principal occupation or business affiliation and all affiliations or connections with any other business or financial organizations, firms, or partnerships. For purposes of this part, an official will be considered to have an affiliation with any business or financial organization, firm or partnership in which he is an officer, director, trustee, partner, or a person exercising similar functions.

NAME (a)	PRINCIPAL OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
Nicholas DeBenedictis Richard D Hugus Roy H Stahl Kathy L Papae James Chukinas Robert A Rubin Maria Giordany	Utility Executive Utility Executive Utility Executive Utility Executive Utility Executive Utility Executive Utility Executive	Chairman President Vice President/Secretary Vice President/Treasurer Controller Assistant Treasurer Assistant Secretary	Philadelphia Suburban Company AquaSource Utility, Inc. 762 W Lancaster Ave Bryn Mawr, PA 19010 Same Same Same
Glenn P. LaBrecque Nance Guth	Utility Executive Utility Executive	Vice President-Operations Assistant Secretary	AquaSource Utility, Inc. 6960 Professional Pkwy East #400 Sarasota, Fl

YEAR OF REPORT
December 31, 2003

Complete the following for any business which is conducted as a byproduct, coproduct or joint product as a result of providing water and/or sewer service. This would include any business which requires the use of utility land and facilities. Examples of these types of businesses would be orange groves, nurseries, tree farms, fertilizer manufacturing, etc. This would not include any business for which the assets are properly included in Account 121 - Nonutility Property along with the associated revenues and expenses segregated out as nonutility also.

BUSINESS OR SERVICE CONDUCTED (a)	ASSETS		REVENUES		EXPENSES	
	BOOK COST OF ASSETS (b)	ACCT. NO. (c)	REVENUES GENERATED (d)	ACCT. NO. (e)	EXPENSES INCURRED (f)	ACCT. NO. (g)
None	\$		\$		\$	

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

BUSINESS TRANSACTIONS WITH RELATED PARTIES

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any one year, entered into between the Respondent and a business or financial organization, firm, or partnership named on pages E-2 and E-6 identifying the parties, amounts, dates and product, asset, or service involved.

Part I. Specific Instructions: Services and Products Received or Provided

1. Enter in this part all transactions involving services and products received or provided.
2. Below are some types of transactions to include:
 - management, legal and accounting services
 - computer services
 - engineering & construction services
 - repairing and servicing of equipment
 - material and supplies furnished
 - leasing of structures, land and equipment
 - rental transactions
 - sale, purchase or transfer of various products

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION SERVICE AND/OR NAME OF PRODUCT (b)	CONTRACT OR AGREEMENT EFFECTIVE DATES (c)	ANNUAL CHARGES	
			(P)urchased or (S)old (d)	AMOUNT (e)
AquaSource, Inc.	Management, accounting, labor, supervision, plant operation	Open	P	\$ 38,100

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

BUSINESS TRANSACTIONS WITH RELATED PARTIES

Part II. Specific Instructions: Sale, Purchase and Transfer of Assets

1. Enter in this part all transactions relating to the purchase, sale or transfer of assets.

2. Below are examples of some types of transactions to include:

- purchase, sale or transfer of equipment.
- purchase, sale or transfer of land and structures.
- purchase, sale or transfer of securities.
- noncash transfers of assets.
- noncash dividends other than stock dividends.
- writeoff of bad debts or loans.

3. The columnar instructions follow:

- (a) Enter name of related party or company.
- (b) Describe briefly the type of assets purchased, sold or transferred.
- (c) Enter the total received or paid. Indicate purchase with "P" and sale with "S".
- (d) Enter the net book value for each item reported.
- (e) Enter the net profit or loss for each item (column (c) - column (d)).
- (f) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value.

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION OF ITEMS (b)	SALE OR PURCHASE PRICE (c)	NET BOOK VALUE (d)	GAIN OR LOSS (e)	FAIR MARKET VALUE (f)
None		\$	\$	\$	\$

FINANCIAL

SECTION

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
UTILITY PLANT				
101-106	Utility Plant	F-7	\$ 2,733,620	\$ 2,803,555
108-110	Less: Accumulated Depreciation and Amortization	F-8	(617,557)	(551,448)
Net Plant			2,116,063	2,252,107
114-115	Utility Plant Acquisition Adjustments (Net)	F-7		1,193,334
116*	Other Plant Adjustments (specify)			
Total Net Utility Plant			2,116,063	3,445,441
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property	F-9		
122	Less: Accumulated Depreciation and Amortization			
Net Nonutility Property				
123	Investment in Associated Companies	F-10		
124	Utility Investments	F-10		
125	Other Investments	F-10		
126-127	Special Funds	F-10		
Total Other Property and Investments				
CURRENT AND ACCRUED ASSETS				
131	Cash			
132	Special Deposits	F-9		
133	Other Special Deposits	F-9		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectable Accounts	F-11	70,487	44,598
145	Accounts Receivable from Associated Companies	F-12	231,729	2,396,304
146	Notes Receivable from Associated Companies	F-12		
151-153	Materials and Supplies			
161	Stores Expense			
162	Prepayments		1,845	1,845
171	Accrued Interest and Dividends Receivable			
172*	Rents Receivable			
173*	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets	F-12		
Total Current and Accrued Assets			304,061	2,442,747

* Not Applicable for Class B Utilities

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
	DEFERRED DEBITS			
181	Unamortized Debt Discount & Expense	F-13		
182	Extraordinary Property Losses	F-13		
183	Preliminary Survey and Investigation Charges			
184	Clearing Accounts			
185*	Temporary Facilities			
186	Misc. Deferred Debits	F-14		
187*	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes			
	Total Deferred Debits			
	TOTAL ASSETS AND OTHER DEBITS		\$ 2,420,124	\$ 5,888,188

* Not Applicable for Class B Utilities

NOTES TO THE BALANCE SHEET

The space below is provided for important notes regarding the balance sheet.

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
EQUITY CAPITAL				
201	Common Stock Issued	F-15	\$ 100	\$ 100
204	Preferred Stock Issued	F-15		
202,205*	Capital Stock Subscribed			
203,206*	Capital Stock Liability for Conversion			
207*	Premium on Capital Stock			
209*	Reduction in Par or Stated Value of Capital Stock			
210*	Gain on Resale or Cancellation of Reacquired Capital Stock			
211	Other Paid-in Capital		1,806,698	2,568,175
212	Discount on Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings (Deficit)	F-16	(1,175,256)	242,637
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			631,542	2,810,912
LONG TERM DEBT				
221	Bonds	F-15		
222*	Reacquire Bonds			
223	Advances from Associated Companies	F-17		
224	Other Long Term Debt	F-17		
Total Long Term Debt				
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		4,064	453
232	Notes Payable	F-18		
233	Accounts Payable to Associated Co.	F-18	198,501	1,618,544
234	Notes Payable to Associated Co.	F-18		
235	Customer Deposits		7,795	7,725
236	Accrued Taxes		55,688	52,215
237	Accrued Interest	F-19	324	427
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current and Accrued Liabilities	F-20		
Total Current and Accrued Liabilities			266,372	1,679,364

* Not Applicable for Class B Utilities

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
DEFERRED CREDITS				
251	Unamortized Premium on Debt	F-13		
252	Advances for Construction	F-20		
253	Other Deferred Credits	F-21		
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits				
OPERATING RESERVES				
261	Property Insurance Reserve			
262	Injuries and Damages Reserve			
263	Pensions and Benefits Reserve			
265	Miscellaneous Operating Reserves			
Total Operating Reserves				
CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions in Aid of Construction	F-22	2,037,849	1,834,350
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	(515,639)	(436,438)
Total Net C.I.A.C.			1,522,210	1,397,912
ACCUMULATED DEFERRED INCOME TAXES				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation			
282	Accumulated Deferred Income Taxes - Liberalized Depreciation			
283	Accumulated Deferred Income Taxes - Other			
Total Accum. Deferred Income Taxes				
TOTAL EQUITY CAPITAL AND LIABILITIES			\$ 2,420,124	\$ 5,888,188

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (d)	PREVIOUS YEAR (c)	CURRENT YEAR * (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	F-3(b)	\$ 572,415	\$ 630,974
469.530	Less: Guaranteed Revenue and AFPI	F-3(b)	(15,215)	
Net Operating Revenues			557,200	630,974
401	Operating Expenses	F-3(b)	326,248	439,282
403	Depreciation Expense	F-3(b)	97,809	89,283
	Less: Amortization of CIAC	F-22	(82,968)	(79,201)
Net Depreciation Expense			14,841	10,082
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)		
407	Amortization Expense (Other than CIAC)	F-3(b)		
408	Taxes Other Than Income	W/S-3	55,713	81,070
409	Current Income Taxes	W/S-3	44,956	33,918
410.10	Deferred Federal Income Taxes	W/S-3		
410.11	Deferred State Income Taxes	W/S-3		
411.10	Provision for Deferred Income Taxes - Credit	W/S-3		
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3		
412.11	Investment Tax Credits Restored to Operating Income	W/S-3		
Utility Operating Expenses			441,758	564,352
Net Utility Operating Income			115,442	66,622
469/530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	15,215	
413	Income From Utility Plant Leased to Others			
414	Gains (Losses) From Disposition of Utility Property			
420	Allowance for Funds Used During Construction			
Total Utility Operating Income [Enter here and on Page F-3(c)]			130,657	66,622

** For each account, column e should agree with columns f, g + h on F-3(b)

COMPARATIVE OPERATING STATEMENT (Cont'd)

WATER SCHEDULE W-3* (f)	SEWER SCHEDULE S-3* (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ 286,724	\$ 344,250	N/A
286,724	344,250	-
235,853	203,429	
15,260	74,023	
(19,101)	(60,100)	
(3,841)	13,923	-
44,209	36,861	
5,929	27,989	
282,150	282,202	
4,574	62,048	
4,574	62,048	N/A

* Total of Schedules W-3/S-3 for all rate groups

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (d)	PREVIOUS YEAR (c)	CURRENT YEAR (e)
Total Utility Operating Income [from Page F-3(a)]			\$ 130,657	\$ 66,622
OTHER INCOME AND DEDUCTIONS				
415	Revenues From Merchandising, Jobbing and Contract Deductions			
416	Costs and Expenses of Merchandising, Jobbing and Contract Work			
419	Interest and Dividend Income		168	1
421	Miscellaneous Nonutility Revenue			
426	Miscellaneous Nonutility Expenses		(54,260)	163
Total Other Income and Deductions			(54,092)	164
TAXES APPLICABLE TO OTHER INCOME				
408.20	Taxes Other Than Income			
409.20	Income Taxes			
410.20	Provision for Deferred Income Taxes			
411.20	Provision for Deferred Income Taxes - Credit			
412.20	Investment Tax Credits - Net			
412.30	Investment Tax Credits Restored to Operating Income			
Total Taxes Applicable to Other Income				
INTEREST EXPENSE				
427	Interest Expense	F-19	764	629
428	Amortization of Debt Discount & Expense	F-13		
429	Amortization of Premium on Debt	F-13		
Total Interest Expense			764	629
EXTRAORDINARY ITEMS				
433	Extraordinary Income			
434	Extraordinary Deductions			(1,484,050)
409.30	Income Taxes, Extraordinary Items			
Total Extraordinary Items				(1,484,050)
NET INCOME			75,801	(1,417,893)

Explain Extraordinary Income:

SCHEDULE OF YEAR END RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	WASTEWATER UTILITY (e)
101	Utility Plant In Service	F-7	\$ 547,419	\$ 2,134,025
	Less:			
	Nonused and Useful Plant (1)			
108.1	Accumulated Depreciation	F-8	(203,840)	(413,717)
110.1	Accumulated Amortization	F-8		
271	Contributions in Aid of Construction	F-22	(632,946)	(1,404,903)
252	Advances for Construction	F-20		
Subtotal			(289,367)	315,405
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	211,734	303,905
Subtotal			(77,633)	619,310
114	Plus or Minus: Acquisition Adjustments (2)	F-7		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7		
	Working Capital Allowance (3)		29,482	25,429
	Other (Specify):			
	Completed construction not classified		842	-
	Prepaid CIAC		100,000	
RATE BASE			\$ 52,691	\$ 644,739
NET UTILITY OPERATING INCOME			\$ 4,574	\$ 62,048
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			8.68 %	9.62 %

NOTES:

- (1) Estimated if not known.
 - (2) Include only those Acquisition Adjustments that have been approved by the Commission.
 - (3) Calculation consistent with last rate proceeding.
- In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Method.

**SCHEDULE OF CURRENT COST OF CAPITAL
CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING (1)**

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (2) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (3) (d)	WEIGHTED COST [c x d] (e)
Common Equity	\$ 631,542	98.78 %	9.68 %	9.56 %
Preferred Stock		%	- %	%
Long Term Debt		%	- %	%
Customer Deposits	7,795	1.22 %	6.00 %	0.0732 %
Tax Credits - Zero Cost		%	- %	%
Tax Credits - Weighted Cost		%	- %	%
Deferred Income Taxes		%	- %	%
Other (Explain)		%	- %	%
		%	%	%
Total	\$ 639,337	100.00 %		9.63 %

(1) If the Utility's capital structure is not used, explain which capital structure is used.

(2) Should equal amounts on Schedule F-6, Column (g).

(3) Mid-point of the last authorized Return On Equity or current leverage formula if none has been established.

Must be calculated using the same methodology used in the last rate proceeding using current annual report year end amounts and cost rates

APPROVED RETURN ON EQUITY

Current Commission Return on Equity:	9.68 %
Commission order approving Return on Equity:	PSC-03-0707-PAA-WS (Leverage Order)

APPROVED AFUDC RATE

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING THE YEAR

Current Commission approved AFUDC rate:	None %
Commission order approving AFUDC rate:	

If any utility capitalized any charge in lieu of AFUDC (such as interest only), state the basis of the charge, an explanation as to why AFUDC was not charged and the percentage capitalized.

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

[illegible]

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

**UTILITY PLANT
ACCOUNTS 101 - 106**

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts Utility Plant In Service	\$ 547,419	\$ 2,134,025	N/A	\$ 2,681,444
102	Utility Plant Leased to Others				
103	Property Held for Future Use				
104	Utility Plant Purchased or Sold				
105	Construction Work in Progress	51,334			51,334
106	Completed Construction Not Classified	842			842
Total Utility Plant		\$ 599,595	\$ 2,134,025	N/A	\$ 2,733,620

**UTILITY PLANT ACQUISITION ADJUSTMENTS
ACCOUNTS 114 AND 115**

Report each acquisition adjustment and related accumulated amortization separately. For any acquisition adjustment approved by the Commission, include the Order Number.

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment None	\$ -	\$ -	\$ -	\$ -
					-
					-
					-
					-
					-
					-
Total Plant Acquisition Adjustment		\$ -	\$ -	\$ -	\$ -
115	Accumulated Amortization	\$ -	\$ -	\$ -	\$ -
					-
					-
					-
					-
					-
					-
Total Accumulated Amortization		\$ -	\$ -	\$ -	\$ -
Total Acquisition Adjustments		\$ -	\$ -	\$ -	\$ -

ACCUMULATED DEPRECIATION (ACCT. 108) AND AMORTIZATION (ACCT. 110)

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACCUMULATED DEPRECIATION Account 108				
Balance first of year	\$ 200,167	\$ 351,281	N/A	\$ 551,448
Credits during year:				
Accruals charged:				
to Account 108.1 (1)	15,260	74,023		89,283
to Account 108.2 (2)				
to Account 108.3 (2)				
Other Accounts (Specify)				
Salvage				
Other Credits (specify) :				
Total credits	15,260	74,023		89,283
Debits during year:				
Book cost of plant retired	-	-		
Cost of removal				
Other debits (specify)				
Charge to Extraord. Loss	(11,587)	(11,587)		(23,174)
Total debits	(11,587)	(11,587)		(23,174)
Balance end of year	\$ 203,840	\$ 413,717	N/A	\$ 617,557

ACCUMULATED AMORTIZATION Account 110				
Balance first of year N/A	N/A	N/A	N/A	N/A
Credits during year:				
Accruals charged:				
to Account 110.2 (2)				
Other Accounts (specify):				
Total credits				
Debits during year:				
Book cost of plant retired				
Other debits (specify)				
Total debits				
Balance end of year	N/A	N/A	N/A	N/A

- (1) Account 108 for Class B utilities.
(2) Not applicable for Class B utilities.
(3) Account 110 for Class B utilities.

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
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**REGULATORY COMMISSION EXPENSE
AMORTIZATION OF RATE CASE EXPENSE (ACCTS. 666 AND 766)**

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	CHARGED OFF DURING YEAR	
		ACCT. (c)	AMOUNT (d)
None	\$ -	-	\$ -
Total	\$ -		\$ -

NONUTILITY PROPERTY (ACCOUNT 121)

Report separately each item of property with a book cost of \$25,000 or more included in Account 121.
Other items may be grouped by classes of property.

DESCRIPTION (a)	BEGINNING YEAR (b)	ADDITIONS (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
None	\$ -	\$ -	\$ -	\$ -
Total Nonutility Property	\$ -	\$ -	\$ -	\$ -

SPECIAL DEPOSITS (ACCOUNTS 132 AND 133)

Report hereunder all special deposits carried in Accounts 132 and 133

DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
SPECIAL DEPOSITS (Account 132): None	\$ -
Total Special Deposits	\$ -
OTHER SPECIAL DEPOSITS (Account 133): None	\$ -
Total Other Special Deposits	\$ -

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

INVESTMENTS AND SPECIAL FUNDS
ACCOUNTS 123-127

Report hereunder all investments and special funds carried in Accounts 123 through 127.

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (Account 123): N/A	\$ -	\$ -
Total Investment In Associated Companies		\$ -
UTILITY INVESTMENTS (Account 124): N/A	\$ -	\$ -
Total Utility Investments		\$ -
OTHER INVESTMENTS (Account 125): N/A	\$ -	\$ -
Total Other Investments		\$ -
SPECIAL FUNDS (Class A Utilities: Accounts 126 & 127; Class B Utilities: Account 127)) N/A		\$ -
Total Special Funds		\$ -

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

ACCOUNTS AND NOTES RECEIVABLE - NET
ACCOUNTS 141 - 144

Report hereunder all accounts and notes receivable included in Accounts 141, 142 and 144. Amounts included in Accounts 142 and 144 should be listed individually.

DESCRIPTION (a)		TOTAL (b)
CUSTOMER ACCOUNTS RECEIVABLE (Account 141):		
Combined Water & Wastewater	\$ 76,763	
Wastewater		
Other		
Total Customer Accounts Receivable		\$ 76,763
OTHER ACCOUNTS RECEIVABLE (Acct. 142):		
	\$ -	
Total Other Accounts Receivable		
NOTES RECEIVABLE (Acct. 144):		
	\$ -	
Total Notes Receivable		
Total Accounts and Notes Receivable		76,763
ACCUMULATED PROVISION FOR UNCOLLECTABLE ACCOUNTS (Account 143):		
Balance First of Year	\$ 4,610	
Add: Provision for uncollectables for current year	3,256	
Collections of accounts previously written off		
Utility accounts		
Others		
Total Additions		3,256
Deduct accounts written off during year:		
Utility accounts	1,590	
Others		
Total accounts written off		1,590
Balance end of year		6,276
Total Accounts and Notes Receivable - Net		\$ 70,487

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES
ACCOUNT 145

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
Due from AquaSource	\$ 231,729
Total	\$ 231,729

NOTES RECEIVABLE FROM ASSOCIATED COMPANIES
ACCOUNT 146

Report each note receivable from associated companies separately.

DESCRIPTION (a)	INTEREST RATE (b)	TOTAL (c)
None		\$ -
Total		\$ -

MISCELLANEOUS CURRENT AND ACCRUED ASSETS
ACCOUNT 174

DESCRIPTION - Provide itemized listing (a)	TOTAL (c)
None	\$ -
Total	\$ -

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT
Report the net discount and expense or premium separately for each security issue.

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Account 181):		
N/A	\$ -	\$ -
Total Unamortized Debt Discount and Expense		
UNAMORTIZED PREMIUM ON DEBT (Account 251):		
N/A	\$ -	\$ -
Total Unamortized Premium on Debt	\$ -	\$ -

EXTRAORDINARY PROPERTY LOSSES
ACCOUNT 182

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
EXTRAORDINARY PROPERTY LOSSES (Acct. 182):	
N/A	\$ -
Total Extraordinary Property Losses	\$ -

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
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MISCELLANEOUS DEFERRED DEBITS
ACCOUNT 186

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
DEFERRED RATE CASE EXPENSE (Class A Utilities: Account 186.1): None	\$ -	\$ -
Total Deferred Rate Case Expense	\$ -	\$ -
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2): None	\$ -	\$ -
Total Other Deferred Debits	NONE	NONE
REGULATORY ASSETS (Class A Utilities: Account 186.3): None	\$ -	\$ -
Total Regulatory Assets	\$ -	\$ -
TOTAL MISCELLANEOUS DEFERRED DEBITS	NONE	NONE

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

**CAPITAL STOCK
ACCOUNTS 201 AND 204***

DESCRIPTION (a)	RATE (b)	TOTAL (d)
COMMON STOCK		
Par or stated value per share	\$ 1.00	\$ 1.00
Shares authorized		100
Shares issued and outstanding		100
Total par value of stock issued	\$ -	\$ 100
Dividends declared per share for year	None	None
PREFERRED STOCK		
Par or stated value per share	\$ -	\$ -
Shares authorized		
Shares issued and outstanding		
Total par value of stock issued	\$ -	\$ -
Dividends declared per share for year	None	None

* Account 204 not applicable for Class B utilities

**BONDS
ACCOUNT 221**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE* (c)	
N/A	%		\$ -
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			\$ -

* For variable rate obligations, provide the basis for the rate. (I.e.. Prime + 2%, etc)

STATEMENT OF RETAINED EARNINGS

1. Dividends should be shown for each class and series of capital stock. Show amounts as dividends per share.
 2. Show separately the state and federal income tax effect of items shown in Account No. 439.

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings: Balance beginning of year	\$ 242,637
439	Changes to account: Adjustments to Retained Earnings (requires Commission approval prior to use): Credits: _____	_____

	Total Credits	
	Debits: _____	_____

	Total Debits	
435	Balance transferred from Income	(1,417,893)
436	Appropriations of Retained Earnings: _____	_____

	Total appropriations of Retained Earnings	
437	Dividends declared: Preferred stock dividends declared _____	_____
438	Common stock dividends declared _____	_____

	Total Dividends Declared	
	Year end Balance	(1,175,256)
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end): _____ _____ _____	_____ _____ _____
214	Total Appropriated Retained Earnings	
	Total Retained Earnings (Deficit)	\$ (1,175,256)
Notes to Statement of Retained Earnings:		

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

ADVANCES FROM ASSOCIATED COMPANIES
ACCOUNT 223

Report each advance separately.

DESCRIPTION (a)	TOTAL (b)
N/A	\$ -
Total	\$ -

OTHER LONG TERM DEBT
ACCOUNT 224

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE* (c)	
	%		\$ -
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			NONE

* For variable rate obligations, provide the basis for the rate. (I.e.. Prime + 2%, etc)

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

NOTES PAYABLE (ACCTS. 232 AND 234)

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE* (c)	
NOTES PAYABLE (Account 232):			
N/A	%		\$ -
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total Account 232			\$ -
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234):			
N/A	%		\$ -
	%		
	%		
	%		
	%		
	%		
	%		
Total Account 234			

* For variable rate obligations, provide the basis for the rate. (i.e.. Prime +2%, etc)

ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES

ACCOUNT 233

Report each account payable separately.

DESCRIPTION (a)	TOTAL (b)
Due to AquaSource	\$ 198,501
Total	\$ 198,501

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

**ACCRUED INTEREST AND EXPENSE
ACCOUNTS 237 AND 427**

DESCRIPTION OF DEBT (a)	BALANCE BEGINNING OF YEAR (b)	INTEREST ACCRUED DURING YEAR		INTEREST PAID DURING YEAR (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
ACCOUNT NO. 237.1 - Accrued Interest on Long Term Debt					
None	\$ -		\$ -	\$ -	\$ -
	-				
Total Account No. 237.1	-				-
ACCOUNT NO. 237.2 - Accrued Interest in Other Liabilities					
Customer deposit interest	427	427.5	629	732	324
Total Account 237.2	427		629	732	324
Total Account 237 (1)	\$ 427		\$ 629	\$ 732	\$ 324
INTEREST EXPENSED:					
Total accrual Account 237		237	\$ 629		
Less Capitalized Interest Portion of AFUDC:					
None					
Net Interest Expensed to Account No. 427 (2)			\$ 629		

(1) Must Agree to F-2(a), Beginning and Ending Balance of Accrued Interest

(2) Must agree to F-3(c), Current Year Interest Expense

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

**MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES
ACCOUNT 241**

DESCRIPTION (a)	BALANCE END OF YEAR (b)
None	
Total Miscellaneous Current and Accrued Liabilities	\$ -

**ADVANCES FOR CONSTRUCTION
ACCOUNT 252**

NAME OF PAYOR * (a)	BALANCE BEGINNING OF YEAR (b)	ACCT.		CREDITS (e)	BALANCE END OF YEAR (f)
		DEBIT (c)	AMOUNT (d)		
None			\$ -	\$ -	\$ -
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
Total	\$ -		\$ -	\$ -	\$ -

* Report advances separately by reporting group, designating water or wastewater in column (a)

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

YEAR OF REPORT
December 31, 2003

**OTHER DEFERRED CREDITS
ACCOUNT 253**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
REGULATORY LIABILITIES (Class A Utilities: Account 253.1)		
N/A	\$ -	\$ -
Total Regulatory Liabilities	\$ -	\$ -
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2)		
N/A	\$ -	\$ -
Total Deferred Liabilities	\$ -	\$ -
TOTAL OTHER DEFERRED CREDITS	\$ -	\$ -

**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 561,458	\$ 1,272,892	N/A	\$ 1,834,350
Add credits during year:	71,488	132,012		203,500
Less debits charged during		1		1
Total Contributions In Aid of Construction	\$ 632,946	\$ 1,404,903	\$ -	\$ 2,037,849

**ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 272**

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance First of year	\$ 192,633	\$ 243,805	N/A	\$ 436,438
Debits during year:	19,101	60,100		79,201
Credits during year (specify):				
Total Accumulated Amortization of Contributions In Aid of Construction	\$ 211,734	\$ 303,905		\$ 515,639

**RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES
(UTILITY OPERATIONS)**

1. The reconciliation should include the same detail as furnished on schedule M-1 of the federal income tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computation of all tax accruals.

2. If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among group members.

DESCRIPTION (a)	REFERENCE (b)	AMOUNT (c)
Net income for the year (loss)	F-3 (c)	\$ (1,417,893)
Reconciling items for the year:		
Taxable income not reported on the books:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Deductions recorded on books not deducted for return:		
Federal income tax per books		32,418
_____	_____	_____
_____	_____	_____
_____	_____	_____
Income recorded on books not included in return:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Deduction on return not charged against book income:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Federal tax net income (loss)		\$ (1,385,475)
Computation of tax:		
The consolidated corporate income tax return has not been prepared, nor the M-1 adjustments calculated, therefore this schedule cannot be completed.		

WATER
OPERATING
SECTION

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

WATER LISTING OF SYSTEM GROUPS

List below the name of each reporting system and its certificate number. Those systems which have been consolidated under the same tariff should be assigned the a group number. Each individual system which as not been consolidated should be assigned its own group number.

The water financial schedules (W-1 through W-10) should be filed for the group in total.

The water engineering schedules (W-11 through W-14) must be filed for each system in the group.

All of the following water pages (W-2 through W-14) should be completed for each group and arranged by group number.

[illegible]

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
 December 31, 2003

SCHEDULE OF YEAR END WATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 547,419
	Less:		
	Nonused and Useful Plant (1)		
108.1	Accumulated Depreciation	W-6(b)	(203,840)
110.1	Accumulated Amortization		
271	Contributions in Aid of Construction	W-7	(632,946)
252	Advances for Construction	F-20	
	Subtotal		(289,367)
272	Add:		
	Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	211,734
	Subtotal		(77,633)
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		29,482
	Other (Specify): Completed Construction not Classified		842
	Prepaid CIAC		100,000
	WATER RATE BASE		\$ 52,691
	UTILITY OPERATING INCOME	W-3	\$ 4,574
Achieved Rate of Return (Water Operating Income/Water Rate Base)			8.68 %

- NOTES: (1) Class A calculate consistent with last rate proceeding. Class B estimated if not known.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.
 In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and
 Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
 December 31, 2003

WATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)
400	UTILITY OPERATING INCOME Operating Revenues	W-9	286,724
469	Less: Guaranteed Revenue and AFPI	W-9	
	Net Operating Revenues		286,724
401	Operating Expenses	W-10(a)	235,853
403	Depreciation Expense	W-6(a)	15,260
	Less: Amortization of CIAC	W-8(a)	(19,101)
	Net Depreciation Expense		(3,841)
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC)	F-8	
408.10	Taxes Other Than Income Utility Regulatory Assessment Fee		
408.11	Property Taxes		14,272
408.12	Payroll Taxes		1,540
408.13	Other Taxes & Licenses		28,397
408	Total Taxes Other Than Income		44,209
409.1	Income Taxes	F-16	5,929
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
	Utility Operating Expenses		282,150
	Utility Operating Income		4,574
469	Add Back: Guaranteed Revenue (and AFPI)	W-9	-
413	Income From Utility Plant Leased to Others		
414	Gains (Losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ 4,574

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ 132,423	\$ -	\$ (132,423)	\$ -
302	Franchises				
303	Land and Land Rights	1,150			1,150
304	Structure and Improvements	24,906			24,906
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs				
308	Infiltration Galleries and Tunnels				
309	Supply Mains	218			218
310	Power Generation Equipment				
311	Pumping Equipment				
320	Water Treatment Equipment	366			366
330	Distribution Reservoirs and Standpipes				
331	Transmission and Distribution Mains	274,490	60,988		335,478
333	Services	18,873	1,267		20,140
334	Meters and Meter Installations	46,967			46,967
335	Hydrants	54,364	8,700		63,064
336	Backflow Prevention Devices				
339	Other Plant / Miscellaneous Equipment	7,897			7,897
340	Office Furniture and Equipment	4,772			4,772
341	Transportation Equipment	38,532			38,532
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	3,575			3,575
344	Laboratory Equipment				
345	Power Operated Equipment	354			354
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
TOTAL WATER PLANT		\$ 608,887	\$ 70,955	\$ (132,423)	\$ 547,419

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

Note (1): Reclassifications between water and wastewater accounts

(2) Note (1) net of retirement of \$7,605

W-4(a)
GROUP 1

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WATER UTILITY PLANT MATRIX

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 INTANGIBLE PLANT (d)	.2 SOURCE OF SUPPLY AND PUMPING PLANT (e)	.3 WATER TREATMENT PLANT (f)	.4 TRANSMISSION AND DISTRIBUTION PLANT (g)	.5 GENERAL PLANT (h)
301	Organization		\$ -				
302	Franchises						
303	Land and Land Rights	1,150		\$ -	\$ 1,150		\$ -
304	Structure and Improvements	24,906			24,906		
305	Collecting and Impounding Reservoirs						
306	Lake, River and Other Intakes						
307	Wells and Springs						
308	Infiltration Galleries and Tunnels						
309	Supply Mai Lake Suzy / DeSoto	218		218			
310	Power Generation Equipment						
311	Pumping Equipment				366		
320	Water Treatment Equipment	366					
330	Distribution Reservoirs and Standpipes					335,478	
331	Transmission and Distribution Mains	335,478				20,140	
333	Services	20,140				46,967	
334	Meters and Meter Installations	46,967				63,064	
335	Hydrants	63,064					
336	Backflow Prevention Devices					7,897	
339	Other Plant / Miscellaneous Equipment	7,897					4,772
340	Office Furniture and Equipment	4,772					38,532
341	Transportation Equipment	38,532					
342	Stores Equipment						3,575
343	Tools, Shop and Garage Equipment	3,575					
344	Laboratory Equipment						354
345	Power Operated Equipment	354					
346	Communication Equipment						
347	Miscellaneous Equipment						
348	Other Tangible Plant						
	TOTAL WATER PLANT	\$ 547,419	\$ -	\$ 218	\$ 26,422	\$ 473,546	\$ 47,233

W-4(b)
GROUP 1

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

BASIS FOR WATER DEPRECIATION CHARGES

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
301	Organization	40	%	2.50 %
302	Franchises		%	%
304	Structure and Improvements	28	%	3.57 %
305	Collecting and Impounding Reservoirs		%	%
306	Lake, River and Other Intakes		%	%
307	Wells and Springs		%	%
308	Infiltration Galleries and Tunnels		%	%
309	Supply Mains	35	%	2.86 %
310	Power Generation Equipment		%	%
311	Pumping Equipment		%	%
320	Water Treatment Equipment	10	%	10.00 %
330	Distribution Reservoirs and Standpipes		%	%
331	Transmission and Distribution Mains	38	%	2.63 %
333	Services	35	%	2.86 %
334	Meters and Meter Installations	17	%	5.88 %
335	Hydrants	40	%	2.50 %
336	Backflow Prevention Devices		%	%
339	Other Plant / Miscellaneous Equipment	20	%	5.00 %
340	Office Furniture and Equipment	15	%	6.67 %
341	Transportation Equipment	6	%	16.67 %
342	Stores Equipment		%	%
343	Tools, Shop and Garage Equipment	16	%	6.25 %
344	Laboratory Equipment		%	%
345	Power Operated Equipment	12	%	8.33 %
346	Communication Equipment		%	%
347	Miscellaneous Equipment		%	%
348	Other Tangible Plant		%	%
Water Plant Composite Depreciation Rate *			%	%

* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d + e) (f)
301	Organization	\$ 11,587	\$ -	\$ (11,587)	\$ (11,587)
302	Franchises				
304	Structure and Improvements	9,111	889		889
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs				
308	Infiltration Galleries and Tunnels				
309	Supply Mains	6	6		6
310	Power Generation Equipment				
311	Pumping Equipment				
320	Water Treatment Equipment	18	37		37
330	Distribution Reservoirs and Standpipes				
331	Transmission and Distribution	78,117	8,021		8,021
333	Services	2,429	558		558
334	Meters and Meter Installations	18,073	2,762		2,762
335	Hydrants	16,714	1,468		1,468
336	Backflow Prevention Devices				
339	Other Plant / Miscellaneous Equipment	23,403	395		395
340	Office Furniture and Equipment	1,410	318		318
341	Transportation Equipment	37,978	554		554
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	1,292	223		223
344	Laboratory Equipment				
345	Power Operated Equipment	29	29		29
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 200,167	\$ 15,260	\$ (11,587)	\$ 3,673

* Specify nature of transaction.
Use () to denote reversal entries.
Note: Other credits due to rounding

W-6(a)
GROUP 1

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
 December 31, 2003

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (CONT'D)

ACCT. NO. (a)	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i+j)	BALANCE AT END OF YEAR (c+f-k) (k)
301	Organization	\$ -	\$ -	\$ -	\$ -	-
302	Franchises					
304	Structure and Improvements					10,000
305	Collecting and Impounding Reservoirs					
306	Lake, River and Other Intakes					
307	Wells and Springs					
308	Infiltration Galleries and Tunnels					
309	Supply Mains					12
310	Power Generation Equipment					
311	Pumping Equipment					
320	Water Treatment Equipment					55
330	Distribution Reservoirs and Standpipes					
331	Transmission and Distribution					
333	Services					
334	Meters and Meter Installations					86,138
335	Hydrants					2,987
336	Backflow Prevention Devices					20,835
339	Other Plant / Miscellaneous Equipment					18,182
340	Office Furniture and Equipment					23,798
341	Transportation Equipment					1,728
342	Stores Equipment					38,532
343	Tools, Shop and Garage Equipment					
344	Laboratory Equipment					1,515
345	Power Operated Equipment					
346	Communication Equipment					58
347	Miscellaneous Equipment					
348	Other Tangible Plant					
TOTAL WATER ACCUMULATED DEPRECIATION		\$ -	\$ -	\$ -	\$ -	203,840

W-6(b)
 GROUP 1

YEAR OF REPORT
December 31, 2003

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance First of Year		\$ 561,458
Add credits during year:		
Contributions Received From Capacity, Capacity, Main Extension and Customer Connection Charges	W-8(a)	1,800
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	69,688
Total Credits		71,488
Less debits charged during the year (All debits charged during the year must be explained below)		
Total Contributions In Aid of Construction		\$ 632,946

Explain all Debits charged to Account 271 during the year below:

5

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WATER CIAC SCHEDULE "A"

**ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY, MAIN
EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR**

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
Meter Fees	12	\$ 150	\$ 1,800
			-
			-
			-
Total Credits			\$ 1,800

**ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 272**

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 192,633
Debits during year:	
Accruals charged to Account	19,101
Other Debits (specify):	
Total debits	19,101
Credits during year (specify):	
Total credits	
Balance end of year	\$ 211,734

SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

December 31, 2003

ADDITIONS TO CONTRIBUTION IN AID OF CONSTRUCTION RECEIVED FROM ALL DEVELOPERS OR CONTRACTORS AGREEMENTS FROM WHICH CASH OR PROPERTY WAS RECEIVED DURING THE YEAR

W-8(b)
GROUP 1

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
 December 31, 2003

WATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
460	Water Sales: Unmetered Water Revenue			
	Metered Water Revenue:			
461.1	Metered Sales to Residential Customers	425	434	\$ 169,365
461.2	Metered Sales to Commercial Customers	20	61	116,309
461.3	Metered Sales to Industrial Customers			
461.4	Metered Sales to Public Authorities			
461.5	Metered Sales to Multiple Family Dwellings	41		
	Total Metered Sales	486	495	285,674
462.1	Fire Protection Revenue: Public Fire Protection			
462.2	Private Fire Protection			
	Total Fire Protection Revenue			
464	Other Sales to Public Authorities			
465	Sales to Irrigation Customers			
466	Sales for Resale			
467	Interdepartmental Sales			
	Total Water Sales	486	495	285,674
469	Other Water Revenues: Guaranteed Revenues			
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			1,050
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
	Total Other Water Revenues			\$ 1,050
	Total Water Operating Revenues			\$ 286,724

* Customer is defined by Rule 25-30.210(1), Florida Administrative Code

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
 December 31, 2003

WATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)
601	Salaries and Wages - Employees	\$ 20,125	\$ -	\$ -
603	Salaries and Wages - Officers, Directors and Majority Stockholders			
604	Employee Pensions and Benefits	861		
610	Purchased Water	161,424	161,424	
615	Purchased Power	93		
616	Fuel for Power Production			
618	Chemicals			
620	Materials and Supplies	279		
631	Contractual Services - Engineering			
632	Contractual Services - Accounting	3,705		
633	Contractual Services - Legal			
634	Contractual Services - Mgt. Fees	26,340		
635	Contractual Services - Testing	50		
636	Contractual Services - Other	13,169		
641	Rental of Building/Real Property			
642	Rental of Equipment	1,213	1,088	
650	Transportation Expense	1,429		
656	Insurance - Vehicle			
657	Insurance - General Liability			
658	Insurance - Workmens Comp.			
659	Insurance - Other			
660	Advertising Expense	33		
666	Regulatory Commission Expenses - Amortization of Rate Case Expense			
667	Regulatory Commission Exp.-Other			
670	Bad Debt Expense	712		
675	Miscellaneous Expenses	6,420		
Total Water Utility Expenses		\$ 235,853	\$ 162,512	

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WATER EXPENSE ACCOUNT MATRIX

.3 WATER TREATMENT EXPENSES - OPERATIONS (f)	.4 WATER TREATMENT EXPENSES - MAINTENANCE (g)	.5 TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	.6 TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)
\$ 20,125	\$ -	\$ -	\$ -	\$ -	\$ -
					861
93					
14	265				
					3,705
					26,340
50					
	124	4,265	4,249	2,990	1,541
					125
	1,429				
					33
				712	
					6,420
<u>\$ 20,282</u>	<u>\$ 1,818</u>	<u>\$ 4,265</u>	<u>\$ 4,249</u>	<u>\$ 3,702</u>	<u>\$ 39,025</u>

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT

December 31, 2003

PUMPING AND PURCHASED WATER STATISTICS

MONTH (a)	WATER PURCHASED FOR RESALE (Omit 000's) (b)	FINISHED WATER PUMPED FROM WELLS (Omit 000's) (c)	WATER USED FOR LINE FLUSHING, FIGHTING FIRES, ETC. (d)	TOTAL WATER PUMPED AND PURCHASED (Omit 000's) [(b)+(c)-(d)] (e)	WATER SOLD TO CUSTOMERS (Omit 000's) (f)
January	3,642			3,642	3,410
February	3,459			3,459	3,238
March	3,865			3,865	3,618
April	3,442			3,442	3,222
May	2,418			2,418	2,264
June	1,986			1,986	1,859
July	2,000			2,000	1,982
August	1,562			1,562	1,770
September	1,884			1,884	1,738
October	2,491			2,491	2,242
November	2,808			2,808	2,612
December	3,239			3,239	2,746
Total for year	32,796	N/A	N/A	32,796	30,701

If water is purchased for resale, indicate the following:

Vendor Desoto County

Point of deliver Kings Highway

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

N/A

List for each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
None			

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>Purchased</u>		
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Desoto County Meter</u>		
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc):	<u>N/A</u>		
LIME TREATMENT			
Unit rating (i.e., GPM, pounds per gallon):	<u>N/A</u>	Manufacturer	<u>N/A</u>
FILTRATION			
Type and size of area:			
Pressure (in square feet):	<u>N/A</u>	Manufacturer	<u>N/A</u>
Gravity (in GPM/square feet):	<u>N/A</u>	Manufacturer	<u>N/A</u>

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
 December 31, 2003

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	434	434
5/8"	Displacement	1.0	12	12
3/4"	Displacement	1.5		
1"	Displacement	2.5	4	10
1 1/2"	Displacement or Turbine	5.0	33	165
2"	Displacement, Compound or Turbine	8.0	12	96
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Water System Meter Equivalents				717

CALCULATION OF THE WATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS

Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use one of the following methods:

- 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.
- If no historical flow data are available, use:

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

ERC Calculation:

$$\begin{array}{rcl}
 ERC = & 30,701 \text{ gallons, divided by} & \\
 & 350 \text{ gallons per day} & \\
 & \underline{365 \text{ days}} & \\
 & 240.3 \text{ ERC's} &
 \end{array}$$

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

OTHER WATER SYSTEM INFORMATION

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

1. Present ERC's * that system can efficiently serve. 717
2. Maximum number of ERC's * which can be served. 717
3. Present system connection capacity (in ERC's *) using existing lines. 717
4. Future system connection capacity (in ERC's *) upon service area buildout. 1,600
5. Estimated annual increase in ERC's * . 10
6. Is the utility required to have fire flow capacity? Unknown
If so, how much capacity is required? Unknown
7. Attach a description of the fire fighting facilities. None
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
9. When did the company last file a capacity analysis report with the DEP? None
10. 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. N/A
 - b. Have these plans been approved by DEP? N/A
 - c. When will construction be N/A
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order of the DEP? No
11. Department of Environmental Protection ID # FL 6144856
12. Water Management District Consumptive Use Permit # None-water is purchased
 - 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? N/A

* An ERC is determined based on the calculation on the bottom of Page W-13

WASTEWATER

OPERATING

SECTION

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

WASTEWATER LISTING OF SYSTEM GROUPS

List below the name of each reporting system and its certificate number. Those systems which have been consolidated under the same tariff should be assigned the a group number. Each individual system which as not been consolidated should be assigned its own group number.

The wastewater financial schedules (S-1 through S-10) should be filed for the group in total.

The wastewater engineering schedules (S-11 through S-14) must be filed for each system in the group.

All of the following wastewater pages (S-2 through S-12) should be completed for each group and arranged by group number.

[illegible]

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

SCHEDULE OF YEAR END WASTEWATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WASTEWATER UTILITY (d)
101	Utility Plant In Service	S-4(a)	\$ 2,134,025
	Less:		
	Nonused and Useful Plant (1)		
108.1	Accumulated Depreciation	S-6(b)	(413,717)
110.1	Accumulated Amortization		
271	Contributions in Aid of Construction	S-7	(1,404,903)
252	Advances for Construction	F-20	
	Subtotal		315,405
272	Add:		
	Accumulated Amortization of Contributions in Aid of Construction	S-8(a)	303,905
	Subtotal		619,310
114	Plus or Minus:		
	Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		25,429
	Other (Specify): Completed Construction not Classified		-
	WASTEWATER RATE BASE		\$ 644,739
	UTILITY OPERATING INCOME	S-3	\$ 62,048
ACHIEVED RATE OF RETURN (Wastewater Operating Income/Wastewater Rate Base)			9.62 %

- NOTES: (1) Class A calculate consistent with last rate proceeding. Class B estimated if not known.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.
 In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and
 Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

WASTEWATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WASTEWATER UTILITY (d)
400	UTILITY OPERATING INCOME Operating Revenues	S-9	\$ 344,250
530	Less: Guaranteed Revenue and AFPI	S-9	
	Net Operating Revenues		344,250
401	Operating Expenses	S-10(a)	203,429
403	Depreciation Expense	S-6(a)	74,023
	Less: Amortization of CIAC	S-8(a)	(60,100)
	Net Depreciation Expense		13,923
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC) (Loss on plant abandonment)	F-8	
408.10	Taxes Other Than Income Utility Regulatory Assessment Fee		
408.11	Property Taxes		27,296
408.12	Payroll Taxes		9,514
408.13	Other Taxes & Licenses		51
408	Total Taxes Other Than Income		36,861
409.1	Income Taxes	F-16	27,989
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
	Utility Operating Expenses		282,202
	Utility Operating Income		62,048
530	Add Back: Guaranteed Revenue (and AFPI)		
413	Income From Utility Plant Leased to Others		
414	Gains (Losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ 62,048

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WASTEWATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
351	Organization	\$ 132,423	\$ -	\$ (132,423)	\$ -
352	Franchises				
353	Land and Land Rights	442,800			442,800
354	Structure and Improvements	583,693	15,217		598,910
355	Power Generation Equipment				
360	Collection Sewers - Force	53,942			53,942
361	Collection Sewers - Gravity	202,870	55,604		258,474
362	Special Collecting Structures	61,437	9,373		70,810
363	Services to Customers	72,722			72,722
364	Flow Measuring Devices	14,468			14,468
365	Flow Measuring Installations				
366	Reuse Services				
367	Reuse Meters and Meter Installations				45,000
370	Receiving Wells	45,000			236,485
371	Pumping Equipment	162,303	74,182		
374	Reuse Distribution Reservoirs				
375	Reuse Transmission and Distribution System				
380	Treatment & Disposal Equipment	286,845	16,382		303,227
381	Plant Sewers				
382	Outfall Sewer Lines				
389	Other Plant / Miscellaneous Equipment				
390	Office Furniture & Equipment	3,421			3,421
391	Transportation Equipment	9,511			9,511
392	Stores Equipment				
393	Tools, Shop and Garage Equipment	277			277
394	Laboratory Equipment				
395	Power Operated Equipment	23,978			23,978
396	Communication Equipment				
397	Miscellaneous Equipment				
398	Other Tangible Plant				
	Total Wastewater Plant	\$ 2,095,690	\$ 170,758	\$ (132,423)	\$ 2,134,025

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

Note (1): Reclassifications between water and wastewater

S-4(a)
GROUP 1

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WASTEWATER UTILITY PLANT MATRIX

ACCT. NO. (a)	ACCOUNT NAME (b)	.1 INTANGIBLE PLANT (g)	.2 COLLECTION PLANT (h)	.3 SYSTEM PUMPING PLANT (i)	.4 TREATMENT AND DISPOSAL PLANT (j)	.5 RECLAIMED WASTEWATER TREATMENT PLANT (k)	.6 RECLAIMED WASTEWATER DISTRIBUTION PLANT (l)	.7 GENERAL PLANT (m)
351	Organization	\$ -						
352	Franchises							
353	Land and Land Rights				\$ 442,800	\$ -		\$ -
354	Structure and Improvements				588,531	6,275		
355	Power Generation Equipment		4,104					
360	Collection Sewers - Force							
361	Collection Sewers - Gravity		53,942					
362	Special Collecting Structures		258,474					
363	Services to Customers		70,810					
364	Flow Measuring Devices		72,722					
365	Flow Measuring Installations		14,468					
366	Reuse Services							
367	Reuse Meters and Meter Installations							
370	Receiving Wells			45,000				
371	Pumping Equipment			235,098		1,387		
374	Reuse Distribution Reservoirs							
375	Reuse Transmission and Distribution System							
380	Treatment & Disposal Equipment				302,851	376		
381	Plant Sewers							
382	Outfall Sewer Lines							
389	Other Plant / Miscellaneous Equipment							3,421
390	Office Furniture & Equipment							9,511
391	Transportation Equipment							
392	Stores Equipment							277
393	Tools, Shop and Garage Equipment							
394	Laboratory Equipment							
395	Power Operated Equipment							23,978
396	Communication Equipment							
397	Miscellaneous Equipment							
398	Other Tangible Plant							
	Total Wastewater Plant	\$ -	\$ 474,520	\$ 280,098	\$ 1,334,182	\$ 8,038	\$ -	\$ 37,187

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

S-4(b)
GROUP 1

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
 December 31, 2003

BASIS FOR WASTEWATER DEPRECIATION CHARGES

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
351	Organization	40	%	2.50 %
352	Franchises		%	%
354	Structure and Improvements	27	%	3.70 %
355	Power Generation Equipment		%	%
360	Collection Sewers - Force	27	%	3.70 %
361	Collection Sewers - Gravity	40	%	2.50 %
362	Special Collecting Structures	37	%	2.70 %
363	Services to Customers	35	%	2.86 %
364	Flow Measuring Devices	5	%	20.00 %
365	Flow Measuring Installations		%	%
366	Reuse Services		%	%
367	Reuse Meters and Meter Installations		%	%
370	Receiving Wells	25	%	4.00 %
371	Pumping Equipment	15	%	6.67 %
374	Reuse Distribution Reservoirs		%	%
375	Reuse Transmission and Distribution System		%	%
380	Treatment & Disposal Equipment	15	%	6.67 %
381	Plant Sewers		%	%
382	Outfall Sewer Lines		%	%
389	Other Plant / Miscellaneous Equipment		%	%
390	Office Furniture & Equipment	15	%	6.67 %
391	Transportation Equipment	6	%	16.67 %
392	Stores Equipment		%	%
393	Tools, Shop and Garage Equipment	15	%	6.67 %
394	Laboratory Equipment		%	%
395	Power Operated Equipment	10	%	10.00 %
396	Communication Equipment		%	%
397	Miscellaneous Equipment		%	%
398	Other Tangible Plant		%	%
Wastewater Plant Composite Depreciation Rate *			%	%

* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

ANALYSIS OF ENTRIES IN SEWER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d + e) (f)
351	Organization	\$ 11,587	\$ -	\$ (11,587)	\$ (11,587)
352	Franchises				
354	Structure and Improvements	81,395	21,878		21,878
355	Power Generation Equipment				
360	Collection Sewers - Force	12,381	1,996		1,996
361	Collection Sewers - Gravity	34,109	5,767		5,767
362	Special Collecting Structures	12,787	1,785		1,785
363	Services to Customers	8,503	2,080		2,080
364	Flow Measuring Devices	4,192	2,894		2,894
365	Flow Measuring Installations				
366	Reuse Services				
367	Reuse Meters and Meter Installations				
370	Receiving Wells	7,200	1,800		1,800
371	Pumping Equipment	60,328	13,300		13,300
374	Reuse Distribution Reservoirs				
375	Reuse Transmission and Distribution System				
380	Treatment & Disposal Equipment	97,458	19,679		19,679
381	Plant Sewers				
382	Outfall Sewer Lines				
389	Other Plant / Miscellaneous Equipment				
390	Office Furniture & Equipment	2,470	228		228
391	Transportation Equipment	9,312	199		199
392	Stores Equipment				
393	Tools, Shop and Garage Equipment	76	19		19
394	Laboratory Equipment				
395	Power Operated Equipment	9,483	2,398		2,398
396	Communication Equipment				
397	Miscellaneous Equipment				
398	Other Tangible Plant				
Total Depreciable Wastewater Plant in Service		\$ 351,281	\$ 74,023	\$ (11,587)	\$ 62,436

* Specify nature of transaction.

Use () to denote reversal entries.

Note: Other credits due to reclassifications on Page S-4

S-6(a)
GROUP 1

ANALYSIS OF ENTRIES IN SEWER ACCUMULATED DEPRECIATION (CONT'D)

ACCT. NO. (a)	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i) (j)	BALANCE AT END OF YEAR (c+f-k) (k)
351	Organization	\$ -	\$ -	\$ -	\$ -	
352	Franchises					
354	Structure and Improvements					103,273
355	Power Generation Equipment					
360	Collection Sewers - Force					14,377
361	Collection Sewers - Gravity					39,876
362	Special Collecting Structures					14,572
363	Services to Customers					10,583
364	Flow Measuring Devices					7,086
365	Flow Measuring Installations					
366	Reuse Services					
367	Reuse Meters and Meter Installations					
370	Receiving Wells					9,000
371	Pumping Equipment					73,628
374	Reuse Distribution Reservoirs					
375	Reuse Transmission and Distribution System					
380	Treatment & Disposal Equipment					117,137
381	Plant Sewers					
382	Outfall Sewer Lines					
389	Other Plant / Miscellaneous Equipment					
390	Office Furniture & Equipment					2,698
391	Transportation Equipment					9,511
392	Stores Equipment					
393	Tools, Shop and Garage Equipment					95
394	Laboratory Equipment					
395	Power Operated Equipment					11,881
396	Communication Equipment					
397	Miscellaneous Equipment					
398	Other Tangible Plant					
Total Depreciable Wastewater Plant in Service		\$ -	\$ -	\$ -	\$ -	413,717

SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

December 31, 2003

**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WASTEWATER (b)
Balance First of Year		\$ 1,272,892
Add credits during year:		
Contributions Received From Capacity, Capacity, Main Extension and Customer Connection Charges	S-8(a)	17,088
Contributions received from Developer or Contractor Agreements in cash or property	S-8(b)	114,924
Total Credits		132,012
Less debits charged during the year (All debits charged during the year must be explained below)		1
Total Contributions In Aid of Construction		\$ 1,404,903

If any prepaid CIAC has been collected, provide a supporting schedule showing how the amount is determined.

Explain all Debits charged to Account 271 during the year below:

Debit to correct rounding error

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WASTEWATER CIAC SCHEDULE "A"
**ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY, MAIN
 EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR**

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
Capacity charges	8	\$ 1,950	\$ 15,600
Main Extension Fees	8	186	1,488
Total Credits			\$ 17,088

ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 272

DESCRIPTION (a)	WASTEWATER (b)
Balance first of year	\$ 243,805
Debits during year:	
Accruals charged to Account	60,100
Other Debits (specify):	
Total debits	60,100
Credits during year (specify):	
Total credits	
Balance end of year	\$ 303,905

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ADDITIONS TO CONTRIBUTION IN AID OF CONSTRUCTION RECEIVED FROM ALL DEVELOPERS OR CONTRACTORS AGREEMENTS FROM WHICH CASH OR PROPERTY WAS RECEIVED DURING THE YEAR

S-8(b)
GROUP 1

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
 December 31, 2003

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
WASTEWATER SALES				
	Flat Rate Revenues:			
521.1	Residential Revenues			\$ -
521.2	Commercial Revenues			
521.3	Industrial Revenues			
521.4	Revenues From Public Authorities			
521.5	Multiple Family Dwelling Revenues			
521.6	Other Revenues			
521	Total Flat Rate Revenues			-
	Measured Revenues:			
522.1	Residential Revenues	161	167	\$ 122,942
522.2	Commercial Revenues	12	54	221,308
522.3	Industrial Revenues			
522.4	Revenues From Public Authorities			
522.5	Multiple Family Dwelling Revenues (Units)	41		
522	Total Measured Revenues	214	221	344,250
523	Revenues From Public Authorities			
524	Revenues From Other Systems			
525	Interdepartmental Revenues			
	Total Wastewater Sales	214	221	\$ 344,250
OTHER WASTEWATER REVENUES				
530	Guaranteed Revenues			\$ -
531	Sale Of Sludge			
532	Forfeited Discounts			
534	Rents From Wastewater Property			
535	Interdepartmental Rents			
536	Other Wastewater Revenues (Including Allowance for Funds Prudently Invested or AFPI)			
	Total Other Wastewater Revenues			\$ -

* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
RECLAIMED WATER SALES				
540.1	Flat Rate Reuse Revenues: Residential Reuse Revenues			\$ -
540.2	Commercial Reuse Revenues			
540.3	Industrial Reuse Revenues			
540.4	Reuse Revenues From Public Authorities			
540.5	Other Reuse Revenues			
540	Total Flat Rate Reuse Revenues			
541.1	Measured Reuse Revenues: Residential Reuse Revenues			
541.2	Commercial Reuse Revenues			
541.3	Industrial Reuse Revenues			
541.4	Reuse Revenues From Public Authorities			
541	Total Measured Reuse Revenues			
544	Reuse Revenues From Other Systems			
Total Reclaimed Water Sales				
Total Wastewater Operating Revenues				\$ 344,250

* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 COLLECTION EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)	.3 PUMPING EXPENSES - OPERATIONS (f)	.4 PUMPING EXPENSES - MAINTENANCE (g)	.5 TREATMENT & DISPOSAL EXPENSES - OPERATIONS (h)	.6 TREATMENT & DISPOSAL EXPENSES - MAINTENANCE (i)
701	Salaries and Wages - Employees	\$ 124,357	\$ -	\$ -	\$ -	\$ -	\$ 124,357	\$ -
703	Salaries and Wages - Officers, Directors and Majority Stockholders							
704	Employee Pensions and Benefits	2,102						
710	Purchased Sewage Treatment							
711	Sludge Removal Expense	5,344					5,344	
715	Purchased Power	19,917					19,917	
716	Fuel for Power Production							
718	Chemicals	6,539					6,539	
720	Materials and Supplies	1,081					510	571
731	Contractual Services - Engineering							
732	Contractual Services - Accounting	2,034						
733	Contractual Services - Legal							
734	Contractual Services - Mgt. Fees	11,760						
735	Contractual Services - Testing	6,655					6,655	
736	Contractual Services - Other	21,149		1,860		436	15,060	55
741	Rental of Building/Real Property	486						
742	Rental of Equipment	56						
750	Transportation Expense	1,044						1,044
756	Insurance - Vehicle							
757	Insurance - General Liability							
758	Insurance - Workmens Comp.							
759	Insurance - Other							
760	Advertising Expense	27						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense							
767	Regulatory Commission Exp.-Other							
770	Bad Debt Expense	878						
775	Miscellaneous Expenses							
	Total Wastewater Utility Expenses	\$ 203,429	\$ -	\$ 1,860	\$ -	\$ 436	\$ 178,382	\$ 1,670

S-10(a)
GROUP 1

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
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WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)	.9 RECLAIMED WATER TREATMENT EXPENSES - OPERATIONS (l)	.10 RECLAIMED WATER TREATMENT EXPENSES - MAINTENANCE (m)	.11 RECLAIMED WATER DISTRIBUTION EXPENSES - OPERATIONS (n)	.12 RECLAIMED WATER DISTRIBUTION EXPENSES - MAINTENANCE (o)
701	Salaries and Wages - Employees	\$ -	\$ -	\$ -		\$ -	\$ -
703	Salaries and Wages - Officers, Directors and Majority Stockholders						
704	Employee Pensions and Benefits		2,102				
710	Purchased Sewage Treatment						
711	Sludge Removal Expense						
715	Purchased Power						
716	Fuel for Power Production						
718	Chemicals						
720	Materials and Supplies						
731	Contractual Services - Engineering						
732	Contractual Services - Accounting		2,034				
733	Contractual Services - Legal						
734	Contractual Services - Mgt. Fees		11,760				
735	Contractual Services - Testing						
736	Contractual Services - Other	1,221	2,517				
741	Rental of Building/Real Property		486				
742	Rental of Equipment		56				
750	Transportation Expense						
756	Insurance - Vehicle -						
757	Insurance - General Liability						
758	Insurance - Workmens Comp.						
759	Insurance - Other						
760	Advertising Expense		27				
766	Regulatory Commission Expenses - Amortization of Rate Case Expense						
767	Regulatory Commission Exp.-Other						
770	Bad Debt Expense	878					
775	Miscellaneous Expenses						
Total Wastewater Utility Expenses		\$ 2,099	\$ 18,982	\$ -	\$ -	\$ -	\$ -

S-10(b)
 GROUP 1

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.

SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT

December 31, 2003

CALCULATION OF THE WASTEWATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	167	167
5/8"	Displacement	1.0	9	9
3/4"	Displacement	1.5		
1"	Displacement	2.5	3	8
1 1/2"	Displacement or Turbine	5.0	30	150
2"	Displacement, Compound or Turbine	8.0	12	96
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Wastewater System Meter Equivalents				430

CALCULATION OF THE WASTEWATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS

Provide a calculation used to determine the value of one wastewater equivalent residential connection (ERC).

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:

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

For wastewater only utilities:

Subtract all general use and other non-residential customer gallons from the total gallons treated.

Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per

NOTE: Total gallons treated includes both treated and purchased treatment

ERC Calculation:

$$\left(\frac{20,038,000}{\text{(total gallons treated)}} / 365 \text{ days} \right) / 280 \text{ gpd} = 196$$

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
 SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

WASTEWATER TREATMENT PLANT INFORMATION

Provide a separate sheet for each wastewater treatment facility

Permitted Capacity	87,000 gpd		
Basis of Permit Capacity (1)	ADF		
Manufacturer	McNeill		
Type (2)	Exrended Air		
Hydraulic Capacity	87,000		
Average Daily Flow	54,899		
Total Gallons of Wastewater Treated	20,038,000		
Method of Effluent Disposal	Pecolation Ponds		

(1) Basis of permitted capacity as stated on the Florida DEP WWTP Operating Permit
 (i.e. average annual daily flow, etc)

(2) Contact stabilization, advanced treatment, etc.

UTILITY NAME: AquaSource-Lake Suzy Utilities, Inc.
SYSTEM NAME / COUNTY: Lake Suzy / DeSoto

YEAR OF REPORT
December 31, 2003

OTHER WASTEWATER SYSTEM INFORMATION

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

1. Present ERC's * that system can efficiently serve.	<u>310 @ 280 gpd</u>
2. Maximum number of ERC's * which can be served.	<u>310 @ 280 gpd</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>430</u>
4. Future system connection capacity (in ERC's *) upon service area buildo	<u>1,550</u>
5. Estimated annual increase in ERC's	<u>Approximately 10</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>	
If so, when? <u>N/A</u>	
9. Has the utility been required by the DEP or water management district to implement reuse? <u>No</u>	
If so, what are the utility's plans to comply with the DE <u>N/A</u>	
10. When did the company last file a capacity analysis report with the DEP? <u> </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 construction begin? <u>N/A</u>	
d. Attach plans for funding the required upgrading. <u>N/A</u>	
e. Is this system under any Consent Order of the DE <u>N/A</u>	
11. Department of Environmental Protection ID # <u>FLA 011964</u>	

* An ERC is determined based on the calculation on the bottom of Page S-11