

CLASS "C"

OFFICIAL COPY
Public Service Commission
Do Not Remove From this Office

WATER and/or WASTEWATER UTILITIES

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

ANNUAL REPORT

WS961-13-AR

MHC OL Utility Systems LLC

EXACT LEGAL NAME OF RESPONDENT

625-W, 536S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION
15 APR 24 AM 7:22
DIVISION OF
ACCOUNTING & FINANCE

FOR THE

YEAR ENDED DECEMBER 31, 2013

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA). Commission Rules and the definitions on next page.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable." Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar.
7. Complete this report by means which result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule in the report. Additional pages should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statements should be made at the bottom of the page or on an additional page. Any additional pages should state the name of the utility and the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceeding year ending December 31.

Florida Public Service Commission
Division of Economic Regulation
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850
11. Pursuant to Rule 25-30.110 (7) (a), Florida Administrative Code, any utility that fails to file its annual report or extension on or before March 31, or within the time specified by any extension approved in writing by the Division of Economic Regulation, shall be subject to a penalty. The penalty shall be based on the number of calendar days elapsed from March 31, or from an approved extended filing date, until the date of filing. The date of filing shall be included in the days elapsed.

GENERAL DEFINITIONS

ADVANCES FOR CONSTRUCTION - This account shall include advances by or in behalf of customers for construction which are to be refunded either wholly or in part. (USOA)

ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION - this account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction and a reasonable rate upon other funds when so used. Appropriate regulatory approval shall be obtained for "a reasonable rate". (USOA)

AMORTIZATION - The gradual extinguishment of an amount in an account by distributing such amount over a fixed period, over the life of the asset or liability to which it applies, or over the period during which it is anticipated the benefit will be realized. (USOA)

CONTRIBUTIONS IN AID OF CONSTRUCTION (CIAC) - Any amount or item of money, services, or property received by a utility, from any person or governmental agency, any portion of which is provided at no cost to the utility, which represents an addition or transfer to the capital of the utility, and which is utilized to offset the acquisition, improvement or construction costs of the utilities property, facilities, or equipment used to provide services to the public. (Section 367.021 (3), Florida Statutes)

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

DEPRECIATION - The loss of service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of utility plant in the course of service from causes which are known to be in the current operation and against which the utility is not protected by insurance. (Rule 25-30.140 (i), Florida Administrative Code)

EFFLUENT REUSE - The use of wastewater after the treatment process, generally for reuse as irrigation water or for in plant use. (Section 367.021 (6), Florida Statutes)

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WATER)- (Rule 25-30.515 (8), Florida Administrative Code)
(a) 350 gallons per day
(b) The number of gallons a utility demonstrates in the average daily flow for a single family unit; or
(c) The number of gallons which has been approved by the DEP for a single family residential unit.

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WASTEWATER)- Industry standard of 80% of Water ERC or 280 gallons per day for residential use.

GUARANTEED REVENUE CHARGE - A charge designed to cover the utility's costs including, but not limited to, the cost of operation, maintenance, depreciation and any taxes, and to provide a reasonable return to the utility for facilities, a portion of which may not be used and useful to the utility or its existing customers. (Rule 25-30.515 (9), Florida Administrative Code)

LONG TERM DEBT - All Notes, Conditional Sales Contracts, or other evidences of indebtedness payable more than one year from date of issue. (USOA)

PROPRIETARY CAPITAL - (For proprietorships and partnerships only) - The investment of a sole proprietor, or partners, in an unincorporated utility. (USOA)

RETAINED EARNINGS - This account reflects corporate earnings retained in the business. Credits would include net income or accounting adjustments associated with correction of errors attributable to a prior period. Charges to this account would include net losses, accounting adjustments associated with correction of errors attributable to a prior period or dividends. (USOA)

TABLE OF CONTENTS

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

FINANCIAL SECTION

REPORT OF

MHC OL Utility Systems LLC

(Exact name of utility)

15840 SR 50 Lot 32, Clermont, FL 34711 Mailing Address	Same Street Address	Lake County
Telephone Number 407-877-3001	Date Utility First Organized	06/22/11
Fax Number 407-887-3025	E-mail Address christopher_ragni@equitylifestyle.com	
Sunshine State One-Call of Florida, Inc. Member No.	HV1863	

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

Individual Sub Chapter S Corporation 1120 Corporation Partnership

Location where books and records are located: Two North Riverside Plaza, STE 800
Chicago, IL 60606 - (312) 279-1400

Names of subdivisions where service is provided: MHC Orange Lake LLC

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: Anthony Q. De Santis	CPA	2560 Gulf-to-Bay Blvd. Clearwater, Fla. 33765	
Person who prepared this report: CJN&W CPAs	CPAs	2560 Gulf-to-Bay Blvd. Clearwater, Fl. 33765	
Officers and Managers: Roger Maynard	Regional Vice President	28050 US 19 North Clearwater, Fl.	None

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

Name	Percent Ownership In Utility	Principle Business Address	Salary Charged Utility
Liquid Assets, LLC	100%	Same As Above	None

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other (1)	Total Company
Gross Revenue:					
Residential _____		\$ 146,929	\$ 93,025		\$ 239,954
Commercial _____					-
Industrial _____					-
Multiple Family _____					-
Guarenteed Revenues _____					-
Other (Specify) _____					-
Total Gross Revenue _____		146,929	93,025	N/A	239,954
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	103,418	72,612		176,030
Depreciation Expense _____	F-5	19,023	33,521		52,544
CIAC Amortization Expense _____	F-8	(3,385)	(9,006)		(12,391)
Taxes Other Than Income _____	F-7	6,636	4,209	-	10,845
Income Taxes _____	F-7	-	-		-
Total Operating Expenses _____		125,692	101,336		227,028
Net Operating Income (Loss)		21,237	(8,311)	-	12,926
Other Income:					
Nonutility Income _____				-	-
Interest Income _____		-	-		-
_____					-
Other Deductions:					
Miscellaneous Nonutility Expenses _____					-
Interest Expense _____		-			-
AFUDC _____		-	-		-
_____					-
_____					-
Net Income (Loss)		\$ 21,237	\$ (8,311)	N/A	\$ 12,926

COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
ASSETS:			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 1,319,935	\$ 1,277,285
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(844,453)	(791,910)
Net Utility Plant _____		475,482	485,375
Cash _____		163,015	163,015
Customer Accounts Receivable (141) _____			
Other Assets (Specify):			
Miscellaneous current & accrued assets		11,175	11,175
Utility Deposits		(64)	-
Total Assets _____		\$ 649,608	\$ 659,565
LIABILITIES AND CAPITAL:			
Common Stock Issued (201) _____	F-6		\$ -
Preferred Stock Issued (204) _____	F-6	-	-
Other Paid In Capital (211) _____		-	-
Retained Earnings (215) _____	F-6	-	-
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6	535,604	522,678
Total Capital _____		535,604	522,678
Long Term Debt (224) _____	F-6		-
Accounts Payable (231) _____		641	596
Notes Payable (232) _____			-
Customer Deposits (235) _____			-
Accrued Taxes (236) _____		10,798	11,978
Other Liabilities (Specify):			
Miscellaneous current & accrued liabilities		32,786	42,143
Advances For Construction (252) _____			-
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	69,779	82,170
Total Liabilities and Capital _____		\$ 649,608	\$ 659,565

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 631,301	\$ 688,634	N/A	\$ 1,319,935
Construction Work In Progress (105) _____				-
Other (Specify) Rounding _____				-
				-
Total Utility Plant _____	\$ 631,301	\$ 688,634	N/A	\$ 1,319,935

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 368,780	\$ 423,130	N/A	\$ 791,910
Add Credits During Year:				
Accruals charged to depreciation account _____	19,023	33,521		52,544
Salvage _____	-	-		-
Other credits (specify) _____	-	-		-
Rounding _____	1	(2)		(1)
Total credits _____	19,024	33,519		52,543
Deduct Debits During Year:				
Book cost of plant retired _____	-	-		-
Cost of removal _____	-	-		-
Other debits (specify) _____				
Total debits _____	-	-		-
Balance End of Year _____	\$ 387,804	\$ 456,649	N/A	\$ 844,453

UTILITY NAME: MHC OL Utility Systems LLC

YEAR OF REPORT
December 31, 2013

CAPITAL STOCK (201 - 204)

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

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	N/A	\$ -
Charges during the year (specify):		
Current Year Income _____	-	-

Balance end of year _____	\$	

PROPRIETARY CAPITAL (218)

	Proprietor or Partner	Partner
Balance first of year _____	\$ 522,678	N/A
Charges during the year (specify):		
Net income _____	12,926	-
_____	-	

Balance end of year _____	\$ 535,604	

LONG TERM DEBT (224)

Description of Obligation (Including Nominal Date of Issue and Date of Maturity)	Interest		Principal Per Balance Sheet Date
	Rate	# of Payments	
_____	%		\$ -
_____	%		-
_____	%		-
_____	%		
Total _____			N/A

UTILITY NAME: MHC OL Utility Systems LLC

YEAR OF REPORT
December 31, 2013

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1. Balance first of year _____	\$ 107,789	\$ 178,699	\$ 286,488
2. Add credits during year:			
3. Total _____	107,789	178,699	286,488
4. Deduct charges during year _____			-
5. Balance end of year _____	107,789	178,699	286,488
6. Less Accumulated Amortization _____	(76,905)	(139,804)	(216,709)
7. Net CIAC _____	\$ 30,884	\$ 38,895	\$ 69,779

ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION DURING YEAR (CREDITS)

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
_____		\$ -	\$ -

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

Total Credits During Year (Must agree with line # 2 above) _____		\$ -	\$ -

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ 73,520	\$ 130,798	\$ 204,318
Add Debits During Year: _____	3,385	9,006	12,391
Deduct Credits During Year: _____	-	-	
Balance End of Year (Must agree with line #6 above) _____	\$ 76,905	\$ 139,804	\$ 216,709

**WATER
OPERATION
SECTION**

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ -	\$ -	\$ -	\$ -
302	Franchises	-	-	-	-
303	Land and Land Rights	24,706	-	-	24,706
304	Structure and Improvements	3,145	65	-	3,210
305	Collecting and Impounding Reservoirs	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-
307	Wells and Springs	270,468	-	-	270,468
308	Infiltration Galleries and Tunnels	-	-	-	-
309	Supply Mains	9,535	-	-	9,535
310	Power Generation Equipment	6,373	-	-	6,373
311	Pumping Equipment	21,536	-	-	21,536
320	Water Treatment Equipment	57,720	-	-	57,720
330	Distribution Reservoirs and Standpipes	95,884	-	-	95,884
331	Transmission and Distribution Mains	84,948	-	-	84,948
333	Services	27,417	-	-	27,417
334	Meters and Meter Installations	17,080	-	-	17,080
335	Hydrants	7,234	-	-	7,234
339	Other Plant and Miscellaneous Equipment	-	-	-	-
340	Office Furniture and Equipment	5,190	-	-	5,190
341	Transportation Equipment	-	-	-	-
342	Stores Equipment	-	-	-	-
343	Tools, Shop and Garage Equipment	-	-	-	-
344	Laboratory Equipment	-	-	-	-
345	Power Operated Equipment	-	-	-	-
346	Communication Equipment	-	-	-	-
347	Miscellaneous Equipment	-	-	-	-
348	Other Tangible Plant	-	-	-	-
	Total Water Plant	\$ 631,236	\$ 65	\$ -	\$ 631,301

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

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

ACCT. NO. (a)	ACCOUNT NAME (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of year (f-g+h=i) (l)
301	Organization	40	- %	2.50 %	-	\$ -	\$ -	\$ -
302	Franchises	-	- %	- %	-	-	-	-
304	Structure and Improvements	28	- %	3.57 %	2,807	-	114	2,921
305	Collecting and Impounding Reservoirs	-	- %	- %	-	-	-	-
306	Lake, River and Other Intakes	-	- %	- %	-	-	-	-
307	Wells and Springs	27	- %	3.70 %	116,404	-	10,007	126,411
308	Infiltration Galleries and Tunnels	-	- %	- %	-	-	-	-
309	Supply Mains	32	- %	3.13 %	7,457	-	299	7,756
310	Power Generation Equipment	17	- %	5.88 %	6,373	-	-	6,373
311	Pumping Equipment	17	- %	5.88 %	16,467	-	1,266	17,733
320	Water Treatment Equipment	17	- %	5.88 %	57,720	-	-	57,720
330	Distribution Reservoirs and Standpipes	30	- %	3.33 %	78,083	-	3,193	81,276
331	Transmission and Distribution Mains	38	- %	2.63 %	44,167	-	2,124	46,291
333	Services	35	- %	2.86 %	19,597	-	784	20,381
334	Meters and Meter Installations	12	- %	8.33 %	10,046	-	1,004	11,050
335	Hydrants	40	- %	2.50 %	4,521	-	181	4,702
339	Other Plant and Miscellaneous Equipment	20	- %	5.00 %	-	-	-	-
340	Office Furniture and Equipment	25	- %	4.00 %	5,138	-	52	5,190
341	Transportation Equipment	-	- %	- %	-	-	-	-
342	Stores Equipment (1)	-	- %	- %	-	-	(1)	-
343	Tools, Shop and Garage Equipment	-	- %	- %	-	-	-	-
344	Laboratory Equipment	-	- %	- %	-	-	-	-
345	Power Operated Equipment	-	- %	- %	-	-	-	-
346	Communication Equipment	-	- %	- %	-	-	-	-
347	Miscellaneous Equipment	-	- %	- %	-	-	-	-
348	Other Tangible Plant	-	- %	- %	-	-	-	-
	Totals				\$ 368,780		\$ 19,023	\$ 387,804

* This amount should tie to Sheet F-5
(1) Rounding

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees _____	\$ 173
603	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	
604	Employee Pensions and Benefits _____	
610	Purchased Water _____	
615	Purchased Power _____	11,389
616	Fuel for Power Production _____	
618	Chemicals _____	87
620	Materials and Supplies _____	
630	Contractual Services:	
	Billing _____	
	Operator and Management _____	
	Testing _____	170
	Other _____	90,665
640	Rents _____	
650	Transportation Expense _____	
655	Insurance Expense _____	135
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
670	Bad Debt Expense _____	
675	Miscellaneous Expenses _____	799
	Total Water Operation and Maintenance Expense _____	\$ 103,418 *

* 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) (1)	
Residential Service					
5/8"	D	1.0	240	240	240
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
General Service					
5/8"	D	1.0	7	7	7
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		1.0			
Other (Specify):					
** D = Displacement C = Compound T = Turbine					
Total			247	247	247

Note: (1) Per Ordinance No. 2008-22, the City of Margate charges for purchased water and wastewater service based on 818 units although there are only 730 active customers.

UTILITY NAME: MHC OL Utility Systems LLC
 SYSTEM NAME: _____

YEAR OF REPORT
 December 31, 2013

PUMPING AND PURCHASED WATER STATISTICS

MONTH (a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January _____	-	2,507	-	2,507	2,507
February _____	-	2,365	-	2,365	2,365
March _____	-	2,294	-	2,294	2,294
April _____	-	1,980	-	1,980	1,980
May _____	-	2,298	-	2,298	2,298
June _____	-	2,150	-	2,150	2,150
July _____	-	2,638	-	2,638	2,638
August _____	-	2,222	-	2,222	2,222
September _____	-	2,423	-	2,423	2,423
October _____	-	2,399	-	2,399	2,399
November _____	-	2,372	-	2,372	2,372
December _____	-	2,564	-	2,564	2,564
Total for year _____	N/A	28,212		28,212	28,212

If water is purchased for resale, indicate the following:

Vendor N/A
 Point of Delivery N/A

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

MAINS (Feet)

Kind of Pipe (Cast Iron, coated steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
2" PVC		2,717		-	2,717
6" PVC		5,448		-	5,448
				-	
				-	
				-	
				-	
				-	
				-	

UTILITY NAME: MHC OL Utility Systems LLC
 SYSTEM NAME: _____

YEAR OF REPORT
 December 31, 2013

WELLS AND WELL PUMPS
 (If Available)

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1986	1985	2004	
Types of Well Construction and Casing _____		Abandoned		
Depth of Wells _____	245	475	600	
Diameters of Wells _____	6	6	8	
Pump - GPM _____	650		650	
Motor - HP _____	30		30	
Motor Type * _____				
Yeilds of Wells in GPD _____				
Auxillary Power _____	Generator		Generator	
* Submersable, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	Steel	Steel		
Capacity of Tank _____	7,500	75,000		
Ground of Elevated _____	Hydro	Ground		

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
MOTORS				
Manufacturer _____	None			
Type _____				
Rated Horsepower _____				
PUMPS				
Manufacturer _____	None			
Type _____				
Capacity in GPM _____	650	650		
Average Number of Hours Operated Per Day _____				
Auxillary Power _____				

UTILITY NAME: MHC OL Utility Systems LLC

YEAR OF REPORT
December 31, 2013

SOURCE OF SUPPLY

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

Gallons per day of source _____	-		
Type of source _____	Ground		

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:

Type _____	N/A		
Make _____			
Permitted Capacity (GPD) _____			
High service pumping Gallons per minute _____ See Page W-5			
Reverse Osmosis _____			
Lime treatment Unit Rating _____			
Filtration Pressure Sq. Ft. _____ Gravity GPD/Sq. Ft. _____			
Disinfection Chlorinator _____	Chen Trak 30 GPD		
Ozone _____			
Other _____			
Auxiliary Power _____			

UTILITY NAME: MHC OL Utility Systems LLC
SYSTEM NAME: _____

YEAR OF REPORT
December 31, 2013

OTHER WATER SYSTEM INFORMATION

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

1.	Present ERC's * the system can efficiently serve	<u>247</u>
2.	Maximum number of ERC's * which can be served	<u>242</u>
3.	Present system connection capacity (in ERC's *) using existing lines	<u>250</u>
4.	Future connection capacity (in ERC's *) upon service area buildout	<u>250</u>
5.	Estimated annual increase in ERC's*	<u>None</u>
6.	Is the utility required to have fire flow capacity?	<u>Yes</u>
	If so, how much capacity is required?	<u>500 GPM</u>
7.	Attach a description of the fire fighting facilities	_____
8.	Describe any plans and estimated completion dates for any enlargements or improvements of this system.	<u>None</u>
9.	When did the company last file a capacity analysis report with the DEP?	<u>None</u>
10.	If the present system does not meet the requirements of DEP rules, submit the following:	
	a. Attach a description of the plant upgrade necessary to meet DEP rules.	
	b. Have these plans been approved by DEP?	_____
	c. When will construction begin?	_____
	d. Attach plans for funding the required upgrading.	
	e. Is this system under any Consent Order with DEP?	_____
11.	Department of Environmental Protection ID #	<u>PWS No 3354646</u>
12.	Water Management District Consumptive Use Permit #	<u>2565 issued May 1, 2001</u>
	a. Is the system in compliance with the requirements of the CUP?	<u>YES</u>
	b. If not, what are the utility's plans to gain compliance?	<u>N/A</u>

* An ERC is determined based on one of the following methods:
(a) if actual flow data are available from the preceding 12 months:
Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
(b) If no historical flow data available are available for use:
ERC = (Total SFR gallons sold (omit 000)/365 days/350 gallons per day).

**WASTEWATER
OPERATION
SECTION**

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization	\$ -	\$ -	\$ -	\$ -
352	Franchises	-	-	-	-
353	Land and Land Rights	23,856	-	-	23,856
354	Structure and Improvements	1,832	13,726	-	15,558
355	Power Generation Equipment	-	-	-	-
360	Collection Sewers - Force	2,411	-	-	2,411
361	Collection Sewers - Gravity	83,580	1,440	-	85,020
362	Special Collecting Structures	37,875	5,795	-	43,670
363	Services to Customers	54,833	-	-	54,833
364	Flow Measuring Devices	-	-	-	-
365	Flow Measuring Installations	-	-	-	-
370	Receiving Wells	-	-	-	-
371	Pumping Equipment	29,209	4,374	-	33,583
380	Treatment and Disposal Equipment	393,478	-	-	393,478
381	Plant Sewers	-	-	-	-
382	Outfall Sewer Lines	-	-	-	-
389	Other Plant and Miscellaneous Equipment	18,975	17,250	-	36,225
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 Sewer Plant	\$ 646,049	\$ 42,585	\$ -	\$ 688,634

* This amount should tie to Sheet F-5

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account Name (b)	Average Service Life in Years (c)	Average Salvage In Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits(1) (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
351	Organization	40	-	2.50 %	-	-	-	-
352	Franchises	-	-	%	-	-	-	-
354	Structure and Improvements	27	-	3.70 %	1,695	-	322	2,017
355	Power Generation Equipment	-	-	%	-	-	-	-
360	Collection Sewers - Force	27	-	3.70 %	2,231	-	89	2,320
361	Collection Sewers - Gravity	40	-	2.50 %	52,238	-	2,107	54,345
362	Special Collecting							
	Structures (Lift Stations)	27	-	3.70 %	35,045	-	1,508	36,553
363	Services to Customers	35	-	2.86 %	39,195	-	1,568	40,763
364	Flow Measuring Devices	-	-	%	-	-	-	-
365	Flow Measuring Installations	-	-	%	-	-	-	-
370	Receiving Wells (Lift Stations)	25	-	4.00 %	-	-	-	-
371	Pumping Equipment	15	-	6.67 %	29,209	-	146	29,355
380	Treatment and Disposal Equipment	15	-	6.67 %	262,989	-	26,245	289,234
381	Plant Sewers	-	-	%	-	-	-	-
382	Outfall Sewer Lines	-	-	%	-	-	-	-
389	Other Plant and Miscellaneous							
	Equipment	15	-	6.67 %	528	-	1,534	2,062
390	Office Furniture and Equipment	-	-	%	-	-	-	-
391	Transportation Equipment	-	-	%	-	-	-	-
392	Stores Equipment	-	-	%	-	-	-	-
393	Tools, Shop and Garage Equipment	-	-	%	-	-	-	-
394	Laboratory Equipment (1)	-	-	%	-	-	2	-
395	Power Operated Equipment	-	-	%	-	-	-	-
396	Communication Equipment	-	-	%	-	-	-	-
397	Miscellaneous Equipment	-	-	%	-	-	-	-
398	Other Tangible Plant	-	-	%	-	-	-	-
	Totals				423,130		33,521	456,649

* This amount should tie to Sheet F-5

Notes: (1) Rounding

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$ 173
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	
704	Employee Pensions and Benefits	
710	Purchased Wastewater Treatment	
711	Sludge Removal Expense	
715	Purchased Power	7,150
716	Fuel for Power Production	3,513
718	Chemicals	
720	Materials and Supplies	1,177
730	Contractual Services:	
	Operator and Management	51,828
	Testing	
	Other	8,636
740	Rents	
750	Transportation Expense	
755	Insurance Expense	135
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	
775	Miscellaneous Expenses	
	Total Wastewater Operation and Maintenance Expense	\$ 72,612 *

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e) (1)	
Residential Service					
5/8"	D	1.0	240	240	240
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
General Service					
5/8"	D	1.0	1	1	1
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		1.0			
Other (Specify):					
** D = Displacement C = Compound T = Turbine			Total	241	241

Note: (1) Per Ordinance No. 2008-22, the City of Margate charges for purchased water and wastewater service based on 818 units although there are only 730 active customers.

PUMPING EQUIPMENT

Lift station number _____	No 1	_____	_____	_____	_____	_____	_____
Make or type and nameplate data of pump _____	Hydro	_____	_____	_____	_____	_____	_____
Year installed _____	1985	_____	_____	_____	_____	_____	_____
Rated capacity (GPM) _____	Unk	_____	_____	_____	_____	_____	_____
Size (HP) _____	_____	_____	_____	_____	_____	_____	_____
Power:	_____	_____	_____	_____	_____	_____	_____
Electric _____	230v	_____	_____	_____	_____	_____	_____
Mechanical _____	2HP	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	4"	_____	_____	_____	_____	_____	_____
Type (PVC, VCP, etc) _____	PVC	_____	_____	_____	_____	_____	_____
Average length _____	_____	_____	_____	_____	_____	_____	_____
Number of active service connections _____	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	244	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	244	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS AND MANHOLES

	Collecting Mains			Force Mains			
Size (inches) _____	6"	8"	_____	4"	_____	_____	_____
Type of main _____	PVC	PVC	_____	PVC	_____	_____	_____
Length of main (nearest foot):	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	344	7,069	_____	360	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	344	7,069	_____	360	_____	_____	_____

MANHOLES:

Size _____	4ft	_____	_____	_____
Type _____	Precast	_____	_____	_____
Number:	_____	_____	_____	_____
Beginning of year _____	33	_____	_____	_____
Added during year _____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____
End of year _____	33	_____	_____	_____

UTILITY NAME: MHC OL Utility Systems LLC

YEAR OF REPORT
December 31, 2013

TREATMENT PLANT

Manufacturer_____	Extended Aration	_____	_____
Type_____	Concrete	_____	_____
"Steel" or "Concrete"_____	50,000 GPD	_____	_____
Total Capacity_____	14,676	_____	_____
Average Daily Flow_____	Perc Ponds	_____	_____
Effluent Disposal_____	_____	_____	_____
Total Gallons of Wastewater Treated_____	10,106,000	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer_____	N/A	_____	_____	_____	_____	_____
Capacity_____ (PM)	_____	_____	_____	_____	_____	_____
Motor:	_____	_____	_____	_____	_____	_____
Manufacturer_____	_____	_____	_____	_____	_____	_____
Horsepower_____	_____	_____	_____	_____	_____	_____
Power (Electric or Mechanical)_____	_____	_____	_____	_____	_____	_____

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January_____	822,000	None	822,000
February_____	734,000	_____	734,000
March_____	823,000	_____	823,000
April_____	811,000	_____	811,000
May_____	815,000	_____	815,000
June_____	931,000	_____	931,000
July_____	884,000	_____	884,000
August_____	914,000	_____	914,000
September_____	887,000	_____	887,000
October_____	787,000	_____	787,000
November_____	859,000	_____	859,000
December_____	839,000	_____	839,000
Total for year_____	10,106,000	_____	10,106,000

If Wastewater Treatment is purchased, indicate the vendor:

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>241</u>
2. Maximum number of ERC's * which can be served.	<u>241</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>250</u>
4. Future system connection capacity (in ERC's *) upon service area buildout.	<u>250</u>
5. Estimated annual increase in ERC's * .	<u>None - System is built - out</u>
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.	<u>None</u>
7. If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known.	
8. If the utility does not engage in reuse, has a reuse feasibility study been completed?	<u>No</u>
<u>N/A</u>	
9. Has the utility been required by the DEP or water management district to implement reuse?	<u>N/A</u>
If so, what are the utility's plans to comply with the DEP?	<u>N/A</u>
10. When did the company last file a capacity analysis report with the DEP?	<u>N/A</u>
11. If the present system does not meet the requirements of DEP rules:	
a. Attach a description of the plant upgrade necessary to meet the DEP rules.	
b. Have these plans been approved by DEP?	<u>N/A</u>
c. When will 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 DEP?	<u>N/A</u>
11. Department of Environmental Protection ID #	<u>FLA 010548-005-DW3P</u>

Use one of the following methods:

- (a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
- (b) If no historical flow data are available, use:

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

CERTIFICATION OF ANNUAL REPORT

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

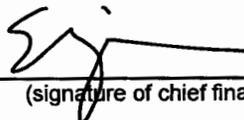
- | | | |
|--------------|-----------|--|
| YES
(X) | NO
() | 1. The utility is in substantial compliance with the Uniform System Of Accounts prescribed by the Florida Public Service Commission in Rule 25-30.115 (1), Florida Administrative Code. |
| YES
(X) | NO
() | 2. The utility is in substantial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

ITEMS CERTIFIED

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

(signature of chief executive officer of the utility) *

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

 RVP

(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.

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

Company: MHC OL Utility Systems LLC

For the Year Ended December 31, 2013

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 146,929	146,929	\$ -
Commercial	-	-	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other (Irrigation)	-	-	-
Total Water Operating Revenue	\$ 146,929	\$ 146,929	\$ -
LESS: Expense for Purchased Water from FPSC-Regulated Utility	-	-	-
Net Water Operating Revenues	\$ 146,929	\$ 146,929	\$ -

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 C**

Company: MHC OL Utility Systems LLC

For the Year Ended December 31, 2013

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	93,025	\$ 93,025	\$ -
Commercial	-	-	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	-	-	-
Total Wastewater Operating Revenue	\$ 93,025	\$ 93,025	\$ -
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Revenues	\$ 93,025	\$ 93,025	\$ -

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).