

**CLASS "C"**

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**Public Service Commission**  
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**WATER and/or WASTEWATER UTILITIES**

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

***ANNUAL REPORT***

**WS446-10-AR**

**Paradise Lakes Utility LLC**

EXACT LEGAL NAME OF RESPONDENT

**458-W / 392-S**

Certificate Number(s)

*Submitted To The*

***STATE OF FLORIDA***



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ECONOMIC REGULATION  
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***PUBLIC SERVICE COMMISSION***

**FOR THE**

**YEAR ENDED DECEMBER 31, 2010**

## GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA) Commission Rules and the definitions on next page.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar.
7. Complete this report by means which will result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule in the report. Additional schedules should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statement should be made at the bottom of the page or an additional page. Any additional pages should state the name of the utility, the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceding year ending December 31.

Florida Public Service Commission  
Division of Water and Wastewater  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0850

11. Pursuant to Rule 25-30.110 (7)(a), Florida Administrative Code, any utility that fails to file its annual report or extension on or before March 31, or within the time specified by any extension approved in writing by the Division of Water and Wastewater, shall be subject to a penalty. The penalty shall be based on the number of calendar days elapsed from March 31, or from an approved extended filing date, until the date of filing. The date of filing shall be included in the days elapsed.

**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)

# **FINANCIAL SECTION**

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**REPORT OF**

**Paradise Lakes Utility LLC**  
(Exact name of utility)

2348 Raden Drive	2348 Raden Drive
Land O' Lakes, FL 34639	Land O' Lakes, FL 34639
Mailing Address	Street Address
	Pasco County
Telephone Number	(813) 949-2167
	Date Utility First Organized
	May, 1985
Fax Number	(813) 949-2146
	E-mail Address
Sunshine State One-Call of Florida, Inc. Member No. _____	
Check the business entity of the utility as filed with the Internal Revenue Service:	
<input type="checkbox"/> Individual <input checked="" type="checkbox"/> Sub Chapter S Corporation <input type="checkbox"/> 1120 Corporation <input type="checkbox"/> Partnership	
Location where books and records are located:	2348 Raden Drive
	Land O' Lakes, FL 34639
Names of subdivisions where service is provided:	Paradise Lakes

**CONTACTS:**

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: Janice Delucenay		2348 Raden Drive Land O' Lakes, FL, 34639	
Person who prepared this report: Carlstedt, Jackson, Nixon & Wilson	CPA's	2560 Gulf-to-Bay Blvd. Clearwater, FL. 33765	
Officers and Managers: Larry DeLucenay	Managing Member	2348 Raden Drive	None
Janice Delucenay	Managing Member	Land O' Lakes, FL, 34639	None
			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
Larry & Janice DeLucenay	100%	Same As Above	None

**INCOME STATEMENT**

Account Name	Ref. Page	Water	Wastewater	Other (1)	Total Company
Gross Revenue:					
Residential _____		\$ 57,789	\$ 138,168	\$ 15,658	\$ 211,615
Commercial _____		21,918	33,269		55,187
Industrial _____					-
Multiple Family _____					-
Guarenteed Revenues _____					-
Other (Specify) _____		200			200
<b>Total Gross Revenue _____</b>		<b>79,907</b>	<b>171,437</b>	<b>15,658</b>	<b>267,002</b>
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	87,078	145,289	11,857	244,224
Depreciation Expense _____	F-5	18,425	21,542	303	40,270
CIAC Amortization Expense _____	F-8	(2,915)	(1,373)		(4,288)
Taxes Other Than Income _____	F-7	6,333	10,452	248	17,033
Income Taxes _____	F-7	-	-		-
<b>Total Operating Expenses _____</b>		<b>108,921</b>	<b>175,910</b>	<b>12,408</b>	<b>297,239</b>
<b>Net Operating Income (Loss)</b>		<b>(29,014)</b>	<b>(4,473)</b>	<b>3,250</b>	<b>(30,237)</b>
Other Income:					
Nonutility Income _____		482	481		963
Interest Income _____		-	-		-
Other Deductions:					
Miscellaneous Nonutility Expenses _____		400	400		800
Interest Expense _____		1,034	1,033		2,067
_____		-	-		-
_____					-
<b>Net Income (Loss)</b>		<b>\$ (29,966)</b>	<b>\$ (5,425)</b>	<b>\$ 3,250</b>	<b>\$ (32,141)</b>

(1) Hillsborough County regulated system - Scarecrow Utilities.

UTILITY NAME:

Paradise Lakes Utility LLC

YEAR OF REPORT  
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## COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
ASSETS:			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 823,339	\$ 803,029
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(433,500)	(393,228)
Net Utility Plant _____		389,839	409,801
Cash _____		51,523	70,068
Customer Accounts Receivable (141) _____		11,293	13,288
Other Assets (Specify):			
Misc. Other Assets		4,205	4,325
Note Receivable		20,000	20,000
Non-utility construction in progress		-	1,600
Total Assets _____		\$ 476,860	\$ 519,082
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	359,651	391,792
Total Capital _____		359,651	391,792
Long Term Debt (224) _____	F-6		
Accounts Payable (231) _____		19,432	19,814
Notes Payable (232) _____		22,794	27,666
Customer Deposits (235) _____		3,115	2,065
Accrued Taxes (236) _____		11,311	11,938
Other Liabilities (Specify):			
Accounts Payable - Assoc Co		-	963
Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	60,557	64,844
Total Liabilities and Capital _____		\$ 476,860	\$ 519,082



**GROSS UTILITY PLANT**

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 355,823	\$ 451,134	\$ 16,382	\$ 823,339
Construction Work In Progress (105) _____				-
Other (Specify) _____	-	-		-
_____				-
Total Utility Plant _____	\$ 355,823	\$ 451,134	\$ 16,382	\$ 823,339

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 199,713	\$ 193,515	\$ -	\$ 393,228
<b>Add Credits During Year:</b>				
Accruals charged to depreciation account _____	18,425	21,542	303	40,270
Salvage _____	-	-	-	
Other credits (specify) _____	-	-	-	
_____	-	-	-	
Total credits _____	18,425	21,542	303	40,270
<b>Deduct Debits During Year:</b>				
Book cost of plant retired _____	-	-	-	
Cost of removal _____				-
Other debits (specify) _____				
Rounding _____	(4)	2	-	(2)
Total debits _____	(4)	2	-	(2)
Balance End of Year _____	\$ 218,142	\$ 215,055	\$ 303	\$ 433,500

UTILITY NAME:

Paradise Lakes Utility LLC

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**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):		
_____	-	-
_____		
_____		
Balance end of year _____	\$	

**PROPRIETARY CAPITAL (218)**

	Proprietor or Partner	Partner
Balance first of year _____	\$ 391,792	N/A
Charges during the year (specify):		
Current year loss	(32,141)	-
_____	-	
_____		
Balance end of year _____	\$ 359,651	

**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: Paradise Lakes Utility LLC

**TAX EXPENSE**

(a)	WATER (b)	SEWER (c)	OTHER (d)	TOTAL (e)
Income Taxes:				
Federal income tax _____	\$ -	\$ -		\$ -
State income tax _____	-	-		
Taxes Other Than Income:				
State ad valorem tax _____				
Local property tax _____	2,737	2,737	94	5,568
Regulatory assessment fee _____	3,596	7,715	154	11,465
Other (Specify): _____				
_____				
_____				
_____				
Total taxes accrued _____	\$ 6,333	\$ 10,452	\$ 248	\$ 17,033

**PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES**

Report all information concerning rate, management, construction, advertising, labor relations, public relations, or other similar professional services rendered the respondent for which aggregate payments during the year to any corporation, partnership, individual, or organization of any kind whatever, amounting to \$500 or more.

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
Arthur Price	\$ -	\$ 3,125	Sludge Removal
Carlstedt Jackson Nixon & Wilson	2,785	2,785	Regulatory and accounting matters
Davis Supply	752	752	Chemicals
M&M Services	280	2,637	Repairs & Maint.
David Lastinger	2,875	2,875	Maint.
Rose Sundtrom Bentley	12,506	12,506	Legal matters
Manson Law Group	472	472	Legal matters
Keith Gordon	750	750	Meter Reading
Wanda Cannon	750	750	Office Maint.
Holly Meid	750	750	Office Maint.
	-	-	
	-	-	
	-	-	

UTILITY NAME:

Paradise Lakes Utility LLC

YEAR OF REPORT  
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**CONTRIBUTIONS IN AID OF CONSTRUCTION (271)**

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1. Balance first of year _____	\$ 72,574	\$ 41,612	\$ 114,186
2. Add credits during year:	-	-	-
3. Total _____	72,574	41,612	114,186
4. Deduct charges during year _____	-	-	-
5. Balance end of year _____	72,574	41,612	114,186
6. Less Accumulated Amortization _____	(27,413)	(26,216)	(53,629)
7. Net CIAC _____	\$ 45,161	\$ 15,396	\$ 60,557

**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
<b>Report below all capacity charges, main extension charges and customer connections charges received during the year.</b>			
Description of Charge	Number of Connections	Charge per Connection	
_____		Actual Cost	
_____			
_____			
Total Credits During Year (Must agree with line # 2 above) _____		\$ -	\$ -

**ACCUMULATED AMORTIZATION OF CIAC**

	Water	Wastewater	Total
Balance First of Year _____	\$ 24,499	\$ 24,843	\$ 49,342
Add Debits During Year: _____	2,915	1,373	4,288
Rounding _____	(1)	-	(1)
Deduct Credits During Year: _____	-	-	-
Balance End of Year (Must agree with line #6 above) _____	\$ 27,413	\$ 26,216	\$ 53,629

<b>YEAR OF REPORT</b> December 31, 2010
--

UTILITY NAME: Paradise Lakes Utility LLC

**SCHEDULE "A"**

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

CLASS OF CAPITAL (a)	Dollar Amount (1) (b)	Percentage of Capital 0	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	N/A	%	%	%
Preferred Stock	-	%	%	%
Long Term Debt	-	%	%	%
Customer Deposits	-	%	%	%
Tax Credits - Zero Cost	-	%	%	%
Tax Credits - Weighted Cost	-	%	%	%
Deferred Income Taxes	-	%	%	%
Other (Explain)	-	%	%	%
Total	\$ -	%		%

- (1) Should equal amounts on schedule B, Column (f), Page F-10.
- (2) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

**APPROVED AFUDC RATE**

Current Commission approved AFUDC rate:	<u>None</u> %
Commission order approving AFUDC rate:	_____

UTILITY NAME: Paradise Lakes Utility LLC

**SCHEDULE "B"**

**SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS**

CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	0 ADJUSTMENTS (c)	NON-JURIS. ADJUSTMENTS	OTHER (1) ADJUSTMENTS (e)	CAPITAL STRUCTURE USED FOR AFUDC CALCULATION (f)
Common Equity	N/A				-
Preferred Stock	-				-
Long Term Debt					-
Customer Deposits					-
Tax Credits - Zero Cost					-
Tax Credits - Weighted Cost					-
Deferred Income Taxes					-
Other (Explain)					-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

(1) Explain below all adjustments made in Column (e):


**WATER  
OPERATION  
SECTION**

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**WATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization _____	\$ 21,124	\$ -	\$ -	\$ 21,124
302	Franchises _____	-	-	-	-
303	Land and Land Rights _____	22,515	-	-	22,515
304	Structure and Improvements _____	4,074	-	-	4,074
305	Collecting and Impounding Reservoirs _____	-	-	-	-
306	Lake, River and Other Intakes _____	-	-	-	-
307	Wells and Springs _____	10,979	-	-	10,979
308	Infiltration Galleries and Tunnels _____	-	-	-	-
309	Supply Mains _____	77,779	-	-	77,779
310	Power Generation Equipment _____	3,182	-	-	3,182
311	Pumping Equipment _____	23,595	-	-	23,595
320	Water Treatment Equipment _____	71,469	-	-	71,469
330	Distribution Reservoirs and Standpipes _____	7,955	-	-	7,955
331	Transmission and Distribution Mains _____	40,563	3,015	-	43,578
333	Services _____	8,327	-	-	8,327
334	Meters and Meter Installations _____	28,961	913	-	29,874
335	Hydrants _____	-	-	-	-
339	Other Plant and Miscellaneous Equipment _____	-	-	-	-
340	Office Furniture and Equipment _____	3,746	-	-	3,746
341	Transportation Equipment _____	26,963	-	-	26,963
342	Stores Equipment _____	-	-	-	-
343	Tools, Shop and Garage Equipment _____	-	-	-	-
344	Laboratory Equipment _____	131	-	-	131
345	Power Operated Equipment _____	532	-	-	532
346	Communication Equipment _____	-	-	-	-
347	Miscellaneous Equipment _____	-	-	-	-
348	Other Tangible Plant _____	-	-	-	-
	Total Water Plant _____	\$ 351,895	\$ 3,928	\$ -	\$ 355,823

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)(1)	Credits (h)	Accum. Depr. Balance End of year (f-g+h=i) (i)
301	Organization	40	-	2.50	\$ 4,544	\$ -	\$ 528	\$ 5,072
302	Franchises	-	-	-	-	-	-	-
304	Structure and Improvements	28	-	3.57	2,265	1	145	2,411
305	Collecting and Impounding Reservoirs	-	-	-	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-	-	-	-
307	Wells and Springs	27	-	3.70	7,983	1	406	8,390
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-
309	Supply Mains	32	-	3.13	59,272	1	2,434	61,707
310	Power Generation Equipment	17	-	5.88	2,915	-	187	3,102
311	Pumping Equipment	17	-	5.88	21,313	1	1,387	22,701
320	Water Treatment Equipment	17	-	5.88	49,879	-	4,202	54,081
330	Distribution Reservoirs and Standpipes	33	-	3.03	6,731	-	241	6,972
331	Transmission and Distribution Mains	38	-	2.63	18,360	-	1,107	19,467
333	Services	35	-	2.86	5,685	-	238	5,923
334	Meters and Meter Installations	17	-	5.88	15,276	-	1,730	17,006
335	Hydrants	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	-	-	-	-
340	Office Furniture and Equipment	-	-	-	416	-	375	791
341	Transportation Equipment (1)	5	-	20.00	4,463	-	5,393	9,856
342	Stores Equipment	-	-	-	-	-	-	-
343	Tools, Shop and Garage Equipment	-	-	-	-	-	-	-
344	Laboratory Equipment	15	-	6.67	131	-	-	131
345	Power Operated Equipment	10	-	10.00	480	-	52	532
346	Communication Equipment	-	-	-	-	-	-	-
347	Miscellaneous Equipment	-	-	-	-	-	-	-
348	Other Tangible Plant	-	-	-	-	-	-	-
	Totals				\$ 199,713	\$ 4	\$ 18,425	\$ 218,142

\* This amount should tie to Sheet F-5

Notes : (1) Rounding

**WATER OPERATION AND MAINTENANCE EXPENSE**

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees _____	
603	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	
604	Employee Pensions and Benefits _____	350
610	Purchased Water _____	
615	Purchased Power _____	3,603
616	Fuel for Power Production _____	81
618	Chemicals _____	752
620	Materials and Supplies _____	2,060
630	Contractual Services:	
	Billing _____	750
	Operator and Management _____	30,566
	Testing _____	15,524
	Other _____	22,101
640	Rents _____	
650	Transportation Expense _____	3,989
655	Insurance Expense _____	2,480
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
670	Bad Debt Expense _____	
675	Miscellaneous Expenses _____	4,822
	Total Water Operation and Maintenance Expense _____	\$ 87,078 *

\* 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)	
<b>Residential Service</b>					
5/8"	D	1.0	121	123	123
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
<b>General Service</b>					
5/8"	D	1.0			
3/4"	D	1.5	3	10	15
1"	D	2.5	1	1	3
1 1/2"	D,T	5.0	3	3	15
2"	D,C,T	8.0	15	15	120
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0	312	312	312
Other (Specify):	Gen Serv Flat	31.5	1.0	1.0	32
** D = Displacement C = Compound T = Turbine			<b>Total</b>	<b>456</b>	<b>465</b>
					<b>619</b>

**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	-	1,572	943	629	629
February	-	1,558	963	595	595
March	-	1,427	765	662	662
April	-	1,684	939	745	745
May	-	1,745	979	766	766
June	-	1,548	959	589	589
July	-	1,545	825	720	720
August	-	2,031	1,436	595	595
September	-	2,830	2,132	698	698
October	-	1,541	652	889	889
November	-	1,843	1,034	809	809
December	-	1,473	689	784	784
Total for year	N/A	20,797	12,316	8,481	8,481

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:

Note: Column (d) reflects estimated sales to flat rate customers; Column (f) reflects measured gallonage sold to metered customers.

**MAINS (Feet)**

Kind of Pipe (Cast Iron, coated steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC	2"	Unknown		-	Unknown
PVC	3"	939		-	939
PVC	4"	1,600		-	1,600
				-	
				-	
				-	
				-	
				-	

**WELLS AND WELL PUMPS  
 (If Available)**

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1991	1985		
Types of Well Construction and Casing _____	Steel Cased	Steel Cased		
Depth of Wells _____	450'	Unknown		
Diameters of Wells _____	6"	Unknown		
Pump - GPM _____	350	Unknown		
Motor - HP _____	15	7.5		
Motor Type * _____	Submersable	Submersable		
Yeilds of Wells in GPD _____	70,000	Unknown		
Auxillary Power _____	LP Generator			
* Submersable, centrifugal, etc.				

**RESERVOIRS**

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	Hydro-pnuematic Steel			
Capacity of Tank _____	10,000 gal			
Ground of Elevated _____	Ground			

**HIGH SERVICE PUMPING**

(a)	(b)	(c)	(d)	(e)
<b>MOTORS</b>				
Manufacturer _____	Well #1 Franklin	Well #2 Franklin		
Type _____	Submersable	Submersable		
Rated Horsepower _____	15	7.5		
<b>PUMPS</b>				
Manufacturer _____				
Type _____	Submersable	Submersable		
Capacity in GPM _____	350	130		
Average Number of Hours Operated Per Day _____	<1			
Auxiliary Power _____	LP Generator			

**SOURCE OF SUPPLY**

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

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

**WATER TREATMENT FACILITIES**

List for each Water Treatment Facility:

Type _____	Unknown	_____	_____
Make _____	Unknown	_____	_____
Permitted Capacity (GPD)	110,000	_____	_____
High service pumping Gallons per minute _____	Unknown	_____	_____
Reverse Osmosis _____	N/A	_____	_____
Lime treatment Unit Rating _____	N/A	_____	_____
Filtration Pressure Sq. Ft. _____	N/A	_____	_____
Gravity GPD/Sq. Ft. _____	N/A	_____	_____
Disinfection Chlorinator _____	Chlorine Gas	_____	_____
Ozone _____	N/A	_____	_____
Other _____	N/A	_____	_____
Auxiliary Power _____	LP Generator	_____	_____

**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 619
2. Maximum number of ERC's \* which can be served 619
3. Present system connection capacity (in ERC's \*) using existing lines 619
4. Future connection capacity (in ERC's \*) upon service area buildout unknown
5. Estimated annual increase in ERC's\* None
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? N/A
7. Attach a description of the fire fighting facilities 6 private hydrants with 2 pumps
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.  
Preliminary design to interconnect with Mad Hatter Utility, Inc.
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, 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 # 6510620
12. Water Management District Consumptive Use Permit # 206223
  - 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 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**

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**WASTEWATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization	\$ 12,381	\$ -	\$ -	\$ 12,381
352	Franchises	-	-	-	-
353	Land and Land Rights	-	-	-	-
354	Structure and Improvements	8,927	-	-	8,927
355	Power Generation Equipment	-	-	-	-
360	Collection Sewers - Force	234,678	-	-	234,678
361	Collection Sewers - Gravity	98,263	-	-	98,263
362	Special Collecting Structures	-	-	-	-
363	Services to Customers	13,200	-	-	13,200
364	Flow Measuring Devices	-	-	-	-
365	Flow Measuring Installations	-	-	-	-
370	Receiving Wells	4,654	-	-	4,654
371	Pumping Equipment	754	-	-	754
380	Treatment and Disposal Equipment	-	-	-	-
381	Plant Sewers	45,326	-	-	45,326
382	Outfall Sewer Lines	1,620	-	-	1,620
389	Other Plant and Miscellaneous Equipment	-	-	-	-
390	Office Furniture and Equipment	3,746	-	-	3,746
391	Transportation Equipment	26,963	-	-	26,963
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	622	-	-	622
	<b>Total Sewer Plant</b>	<b>\$ 451,134</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 451,134</b>

\* This amount should tie to Sheet F-5



**UTILITY NAME: Paradise Lakes Utility LLC**

**ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER**

Acct. No. (a)	Account Name (b)	Average Service Life in Years (c)	Average Salvage In Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)(1)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
351	Organization_	40	%	2.50 %	2,372	-	310	2,682
352	Franchises_	-	%	%	-	-	-	-
354	Structure and Improvements_	27	%	3.70 %	3,556	-	330	3,886
355	Power Generation Equipment_	-	%	%	-	-	-	-
360	Collection Sewers - Force_	27	%	3.70 %	115,136	-	8,683	123,819
361	Collection Sewers - Gravity_	40	%	2.50 %	30,207	1	2,457	32,663
362	Special Collecting Structures (Lift Stations)_	-	%	%	-	-	-	-
363	Services to Customers_	35	%	2.90 %	4,717	1	378	5,094
364	Flow Measuring Devices_	-	%	%	-	-	-	-
365	Flow Measuring Installations_	-	%	%	-	-	-	-
370	Receiving Wells (Lift Stations)_	25	%	4.00 %	1,585	-	186	1,771
371	Pumping Equipment_	40	%	2.50 %	327	-	50	377
380	Treatment and Disposal Equipment_	-	%	%	-	-	-	-
381	Plant Sewers_	15	%	6.70 %	28,783	-	3,023	31,806
382	Outfall Sewer Lines_	15	%	6.70 %	1,053	-	108	1,161
389	Other Plant and Miscellaneous Equipment_	-	%	%	-	-	-	-
390	Office Furniture and Equipment_	-	%	%	694	-	624	1,318
391	Transportation Equipment_(1)_	5	%	20.00 %	4,463	-	5,393	9,856
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_	5	%	20.00 %	622	-	-	622
	Totals_				193,515	2	21,542	215,055

\* 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 _____	
703	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	
704	Employee Pensions and Benefits _____	350
710	Purchased Wastewater Treatment _____	70,742
711	Sludge Removal Expense _____	3,125
715	Purchased Power _____	4,800
716	Fule for Power Production _____	81
718	Chemicals _____	752
720	Materials and Supplies _____	1,265
730	Contractual Services:	
	Operator and Management _____	30,566
	Testing _____	
	Other _____	22,243
740	Rents _____	
750	Transportation Expense _____	3,989
755	Insurance Expense _____	2,480
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	
770	Bad Debt Expense _____	
775	Miscellaneous Expenses _____	4,896
	Total Wastewater Operation and Maintenance Expense _____	\$ 145,289 *

\* 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)	
<b>Residential Service</b>					
5/8"	D	1.0	121	121	121
3/4"	D	1.5		-	-
1"	D	2.5			
1 1/2"	D,T	5.0			
<b>General Service</b>					
5/8"	D	1.0			
3/4"	D	1.5	1	1	2
1"	D	2.5	1	1	3
1 1/2"	D,T	5.0	4	4	20
2"	D,C,T	8.0	14	14	112
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0	312	312	312
Other (Specify):	Gen Serv Flat	31.5	1	1	32
<b>** D = Displacement C = Compound T = Turbine</b>			<b>Total</b>	<b>454</b>	<b>454</b>
					<b>601</b>

**PUMPING EQUIPMENT**

Lift station number _____	<u>1</u>	<u>1</u>	<u>2</u>	<u>2</u>	_____	_____	_____
Make or type and nameplate data of pump _____	<u>Hydromatic</u>	<u>Hydromatic</u>	<u>Ebara</u>	<u>Ebara</u>	_____	_____	_____
Year installed _____	<u>1997</u>	<u>1997</u>	<u>1997</u>	<u>1997</u>	_____	_____	_____
Rated capacity (GPM) _____	<u>15</u>	<u>15</u>	<u>5</u>	<u>5</u>	_____	_____	_____
Size (HP) _____	<u>15</u>	<u>15</u>	<u>5</u>	<u>5</u>	_____	_____	_____
Power:							
Electric _____	<u>X</u>	<u>X</u>	<u>X</u>	<u>X</u>	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____	_____

**SERVICE CONNECTIONS**

Size (inches) _____	<u>4"</u>	_____	_____	_____	_____	_____	_____
Type (PVC, VCP, etc) _____	<u>PVC</u>	_____	_____	_____	_____	_____	_____
Average length _____	<u>30'</u>	_____	_____	_____	_____	_____	_____
Number of active service connections _____	<u>339</u>	_____	_____	_____	_____	_____	_____
Beginning of year _____	<u>339</u>	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	<u>339</u>	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____	_____

**COLLECTING AND FORCE MAINS AND MANHOLES**

	Collecting Mains				Force Mains			
Size (inches) _____	_____	_____	_____	_____	<u>6"</u>	<u>3"</u>	<u>2"</u>	_____
Type of main _____	_____	_____	_____	_____	<u>PVC</u>	<u>PVC</u>	<u>PVC</u>	_____
Length of main (nearest foot):	_____	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	_____	_____	_____	_____	<u>600</u>	<u>250</u>	<u>0</u>	_____
Added during year _____	_____	_____	_____	_____	_____	_____	<u>60</u>	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	_____
End of year _____	_____	_____	_____	_____	<u>600</u>	<u>250</u>	<u>60</u>	_____

**MANHOLES:**

Size _____	<u>48"</u>	_____	_____	_____
Type _____	<u>Concrete</u>	_____	_____	_____
Number:				
Beginning of year _____	<u>14</u>	_____	_____	_____
Added during year _____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____
End of year _____	<u>14</u>	_____	_____	_____

**TREATMENT PLANT**

Manufacturer _____	None	_____	_____
Type _____	Purchased	_____	_____
"Steel" or "Concrete" _____	N/A	_____	_____
Total Capacity _____	N/A	_____	_____
Average Daily Flow _____	38,008	_____	_____
Effluent Disposal _____	N/A	_____	_____
Total Gallons of Wastewater Treated _____	13,873,000	_____	_____

**MASTER LIFT STATION PUMPS**

Manufacturer _____	Hydromatic	Hydromatic	_____	_____	_____	_____
Capacity (GPM) _____	Unknown	Unknown	_____	_____	_____	_____
Motor:						
Manufacturer _____	Unknown	Unknown	_____	_____	_____	_____
Horsepower _____	15	15	_____	_____	_____	_____
Power (Electric or Mechanical) _____	Electric	Electric	_____	_____	_____	_____

**PUMPING WASTEWATER STATISTICS**

Months	Gallons of Treated (Purchased) Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	1,312,000	None	1,312,000
February _____	1,312,000	_____	1,312,000
March _____	1,312,000	_____	1,312,000
April _____	1,312,000	_____	1,312,000
May _____	1,179,000	_____	1,179,000
June _____	1,525,000	_____	1,525,000
July _____	1,011,000	_____	1,011,000
August _____	1,205,000	_____	1,205,000
September _____	966,000	_____	966,000
October _____	966,000	_____	966,000
November _____	1,316,000	_____	1,316,000
December _____	955,000	_____	955,000
Total for year _____	14,371,000	_____	14,371,000

If Wastewater Treatment is purchased, indicate the vendor:  
All wastewater treatment is purchased from Pasco County Utilities

**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. 601

2. Maximum number of ERC's \* which can be served. 601

3. Present system connection capacity (in ERC's \*) using existing lines. 601

4. Future system connection capacity (in ERC's \*) upon service area buildout. unknown

5. Estimated annual increase in ERC's \* . None

6. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None

---

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? No  
N/A

9. Has the utility been required by the DEP or water management district to implement reuse? N/A  
If so, what are the utility's plans to comply with the DEP? N/A

10. When did the company last file a capacity analysis report with the DEP? N/A

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? N/A  
 c. When will cor N/A  
 d. Attach plans for funding the required upgrading. N/A  
 e. Is this system under any Consent Order of the DEP? N/A

11. Department of Environmental Protection ID # N/A

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:  

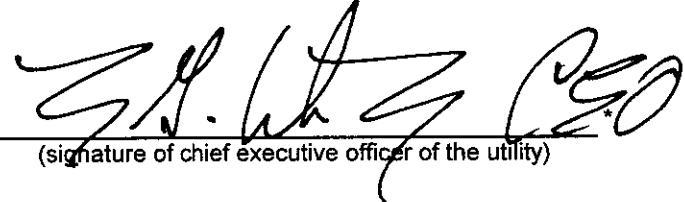
$$ERC = ( \text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day} )$$

# CERTIFICATION OF ANNUAL REPORT

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

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

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

  
 \_\_\_\_\_  
 (signature of chief executive officer of the utility)

\_\_\_\_\_  
 (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: Paradise Lakes Utility LLC**

**For the Year Ended December 31, 2010**

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 57,789	57,789	\$ -
Commercial	21,918	21,918	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other (Irrigation)	200	200	-
<b>Total Water Operating Revenue</b>	<b>\$ 79,907</b>	<b>\$ 79,907</b>	<b>\$ -</b>
<b>LESS: Expense for Purchased Water from FPSC-Regulated Utility</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Water Operating Revenues</b>	<b>\$ 79,907</b>	<b>\$ 79,907</b>	<b>\$ -</b>

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: Paradise Lakes Utility LLC**

**For the Year Ended December 31, 2010**

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	138,168	\$ 138,168	\$ -
Commercial	33,269	33,269	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	-	-	-
<b>Total Wastewater Operating Revenue</b>	<b>\$ 171,437</b>	<b>\$ 171,437</b>	<b>\$ -</b>
<b>LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Wastewater Operating Revenues</b>	<b>\$ 171,437</b>	<b>\$ 171,437</b>	<b>\$ -</b>

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).