

CLASS "A" OR "B"

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**Public Service Commission**  
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WATER AND/OR WASTEWATER UTILITIES  
(Gross Revenue of More Than \$200,000 Each)

## ANNUAL REPORT

OF

WS798-06-AR Lake Suzy Utilities, Inc. d/b/a  
**AQUA UTILITIES FLORIDA, INC.**

---

Exact Legal Name of Respondent

599-W & 514-S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2006

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# **EXECUTIVE SUMMARY**

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

**YEAR OF REPORT**  
December 31, 2006

### CERTIFICATION OF ANNUAL REPORT


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

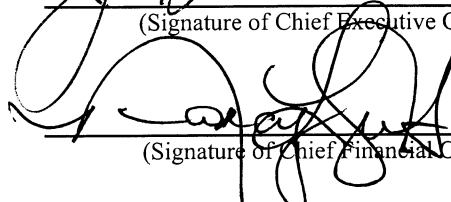
- |  |                                |    |   |
|--|--------------------------------|----|---|
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 1. | The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.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

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.

# ANNUAL REPORT OF

**YEAR OF REPORT**  
December 31, 2006

AQUA UTILITES FLORIDA, INC.  
(Exact Name of Utility)

County: Charlotte and DeSoto

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

6960 Professional Parkway East  
Sarasota, FL 34240

Telephone: (941) 907-7400

E Mail Address: nlguth@aquaamerica.com

WEB Site: www.aquautilitiesflorida.com

Sunshine State One-Call of Florida, Inc. Member Number AS1049 (Lake Suzy Utilities, Inc. only)

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

Nance L. Guth, Assistant Controller - Florida  
6960 Professional Parkway East  
Sarasota, FL 34240

Telephone: (941) 907-7411

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

6960 Professional Parkway East  
Sarasota, FL 34240

Telephone: (941) 907-7400

List below any groups auditing or reviewing the records and operations: (state level reviews only)

PricewaterhouseCoopers LLP	Aqua America, Inc.
Philadelphia, PA	Internal Audit Department
	Bryn Mawr, PA

Date of original organization of the utility: 04/01/1981 (Lake Suzy Utilities, Inc. only)

Current company organization was approved November 22, 2006 by Order No. PSC-06-0973-FOF-WS.

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

Individual	Partnership	Sub S Corporation	1120 Corporation
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>

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

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

<p><b>YEAR OF REPORT</b> December 31, 2006</p>
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[illegible]

- E-3

**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. Aqua America, Inc., the parent company of Aqua Utilities Florida, Inc., acquired AquaSource Utility, Inc. (AquaSource) in June 2003. AquaSource owned PSC-regulated assets in Highlands, Lake, Lee and Polk Counties. AquaSource also owned the PSC-regulated subsidiaries of Arredondo Utility Company, Inc., Jasmine Lakes Utilities Corp., Ocala Oaks Utilities, Inc. and Crystal River Utilities, Inc. (in Lake, Palm Beach, Polk and Sumter Counties) as well as the non-Commission-regulated subsidiaries of Crystal River in Citrus County, Dolomite Utilities in Sarasota County, **Lake Suzy Utilities, Inc.** in DeSoto County and Peace River Utilities in Hardee County. In July 2004 a PSC order was issued granting AquaSource and its subsidiaries authority to operate under the fictitious name, Aqua Utilities Florida, Inc. In March 2006 AquaSource's name was changed to Aqua Utilities, Inc.

Aqua Utilities Florida, Inc. acquired the remaining assets of Florida Water Services Corporation in June, 2004. Florida Water Services owned PSC-regulated assets in Brevard, Highlands, Lake, Orange, Pasco, Polk, Putnam, a portion of Seminole, Volusia and Washington counties.

Through Articles of Merger filed with the Florida Department of State, Division of Corporations, on September 29, 2006 and October 16, 2006, Arredondo Utility Company, Inc., Jasmine Lakes Utilities Corp., and Ocala Oaks Utilities, Inc. were merged into Aqua Utilities Florida, Inc., the surviving corporation. Because Crystal River Utilities, Inc. and Aqua Utilities, Inc. owned systems in counties not regulated by the Commission, those corporations were not merged with Aqua Utilities Florida, Inc. Instead, their Commission-regulated assets were transferred to Aqua Utilities Florida, Inc. by various legal conveyances.

Aqua Utilities Florida, Inc. has acquired additional water and wastewater systems as those opportunities have become available.

B. Aqua Utilities Florida, Inc. provides water and/or waste water utility services to its customers.

C. Aqua Utilities Florida, Inc. is dedicated to providing quality service to its customers while earning a fair return on investments for its shareholders.

D. Aqua Utilities Florida, Inc. currently operates in sixteen PSC-regulated counties and three non-Commission-regulated counties. Non-Commission-regulated systems are listed in A (above). While the majority of the **Lake Suzy System** is in DeSoto County, it also provides service to a limited area of Charlotte County; which is a Commission-regulated county. This inter-county service territory is the basis for Commission regulation of the entire system.

E. Current growth in most existing systems is static. Future growth of Aqua Utilities Florida, Inc. will be through our growth-through-acquisition strategy as those opportunities to increase our customer base develop.

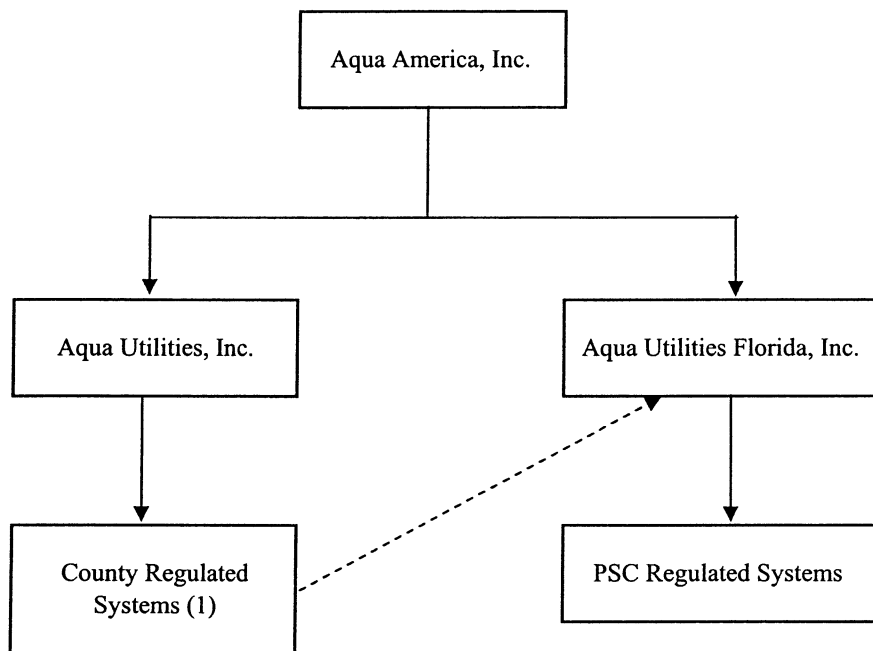
F. None



**PARENT / AFFILIATE ORGANIZATION CHART**

**Current as of December 31, 2006**

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



(1) d/b/a Aqua Utilities Florida, Inc.

Entity Ownership ←

Financial Reporting →

**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 THE UTILITY (c)	OFFICERS' COMPENSATION (d)
Nicholas DeBenedictis	Chairman, President and CEO	1	\$ None
Christopher H. Franklin	Regional President - Southern Operations	5	None
Nance L. Guth	Asst. Controller - Florida and Asst. Secretary	10	None
Mark J. Kropilak	Sr. VP Corp. Development and Corp. Counsel	1	None
John M. Lihvarcik	President and COO - Florida	10	None
Kathy L. Pape	Sr. VP, Treasurer and Rates Counsel	1	None
Richard R. Riegler	VP Engineering and Environmental Affairs	1	None
Robert A. Rubin	VP, Chief Accounting Officer and Controller	1	None
David P. Smeltzer	Sr. VP Finance and CFO	1	None
Roy H. Stahl	Executive VP, General Counsel and Secretary	1	None
Stan F. Szczygiel	Regional Controller - Southern Operations	5	None

**COMPENSATION OF DIRECTORS**

For each director, list the number of directors' meetings attended by each director and the compensation received as a director from the respondent.

NAME (a)	TITLE (b)	NUMBER OF DIRECTORS' MEETINGS ATTENDED (c)	DIRECTORS' COMPENSATION (d)
Nicholas DeBenedictis	Director	1	None

**YEAR OF REPORT**  
December 31, 2006

List all contracts, agreements, or 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.

[illegible]

E-7

**AFFILIATION OF OFFICERS AND DIRECTORS**

For each of the officials listed on page E-6, list the principal occupation or business 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	Utility Executive	Chairman, President and CEO	Aquq America Aqua Utilities Florida, Inc.
Christopher H. Franklin	Utility Executive	Regional President - Southern Operations	762 W. Lancaster Avenue Bryn Mawr, PA 19010
Mark J. Kropilak	Utility Executive	Sr. VP Corp. Development and Corp. Counsel	Same
Kathy L. Pape	Utility Executive	Sr. VP, Treasurer and Rates Counsel	Same
Richard R. Riegler	Utility Executive	VP Engineering and Environmental Affairs	Same
Robert A. Rubin	Utility Executive	VP, Chief Accounting Officer and Controller	Same
David P. Smeltzer	Utility Executive	Sr. VP Finance and CFO	Same
Roy H. Stahl	Utility Executive	Executive VP, General Counsel and Secretary	Same
Stan F. Szczygiel	Utility Executive	Regional Controller - Southern Operations	Same
Nance L. Guth	Utility Executive	Asst. Controller - Florida and Asst. Secretary	Aqua Utilities Florida, Inc. 6960 Professional
John M. Lihvarcik	Utility Executive	President and COO - Florida	Parkway East Sarasota, FL 34240



**AQUA UTILITES FLORIDA, INC.**

December 31, 2006

**AQUA UTILITIES FLORIDA, INC.**

**BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)**

- (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 reported. (column (c) - column (d))
- (f) Enter the fair market value for each item reported. In space below or in a supplement schedule, describe the basis used to calculate fair market value.

E-10(b)

# **FINANCIAL SECTION**



UTILITY NAME: AQUA UTILITES FLORIDA, INC.

<b>YEAR OF REPORT</b> December 31, 2006
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**COMPARATIVE BALANCE SHEET  
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>UTILITY PLANT</b>				
101-106	Utility Plant	F-7	\$ 84,545,448	\$ 99,009,670
108-110	Less: Accumulated Depreciation and Amortization	F-8	27,117,048	30,194,077
Net Plant			\$ 57,428,400	\$ 68,815,593
114-115	Utility Plant Acquisition adjustment (Net)	F-7	(1,056,914)	(2,317,164)
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 56,371,486	\$ 66,498,429
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-9	\$ 2,000,000	\$ 2,000,000
122	Less: Accumulated Depreciation and Amortization			
Net Nonutility Property			\$ 2,000,000	\$ 2,000,000
123	Investment in Associated Companies	F-10	0	0
124	Utility Investments	F-10	0	0
125	Other Investments	F-10	0	0
126-127	Special Funds	F-10	0	0
Total Other Property & Investments			\$ 2,000,000	\$ 2,000,000
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		\$ 0	\$ 208,117
132	Special Deposits	F-9	0	0
133	Other Special Deposits	F-9	0	0
134	Working Funds			
135	Temporary Cash Investments		7,554	
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-11	1,190,796	1,790,555
145	Accounts Receivable from Associated Companies	F-12	0	(2,294,839)
146	Notes Receivable from Associated Companies	F-12	0	0
151-153	Material and Supplies			
161	Stores Expense			
162	Prepayments			
171	Accrued Interest and Dividends Receivable		134,962	153,113
172 *	Rents Receivable			
173 *	Accrued Utility Revenues		596,599	659,907
174	Miscellaneous Current and Accrued Assets	F-12	0	0
Total Current and Accrued Assets			\$ 1,929,911	\$ 516,853

\* Not Applicable for Class B Utilities

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

<b>YEAR OF REPORT</b> December 31, 2006
--

**COMPARATIVE BALANCE SHEET  
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
DEFERRED DEBITS				
181	Unamortized Debt Discount & Expense	F-13	\$ 0	\$ 0
182	Extraordinary Property Losses	F-13	0	0
183	Preliminary Survey & Investigation Charges		18,595	2,695
184	Clearing Accounts		(8,430)	122,164
185 *	Temporary Facilities			
186	Miscellaneous Deferred Debits	F-14	2,392,793	3,864,408
187 *	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes			
Total Deferred Debits			\$ 2,402,958	\$ 3,989,267
TOTAL ASSETS AND OTHER DEBITS			\$ 62,704,355	\$ 73,004,549

\* Not Applicable for Class B Utilities

**NOTES TO THE BALANCE SHEET**

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

This balance sheet is at the company level for Aqua Utilities Florida, Inc.

Data specific to the Lake Suzy systems is presented on the reference pages (column c) where applicable.

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

**YEAR OF REPORT**  
December 31, 2006

**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>EQUITY CAPITAL</b>				
201	Common Stock Issued	F-15	\$ 0	\$ 0
204	Preferred Stock Issued	F-15	0	0
202,205 *	Capital Stock Subscribed			
203,206 *	Capital Stock Liability for Conversion			
207 *	Premium on Capital Stock		52,724,742	52,724,742
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		6,927,552	(4,180,144)
212	Discount On Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-16	(14,614,036)	(14,202,351)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
<b>Total Equity Capital</b>			<b>\$ 45,038,258</b>	<b>\$ 34,342,247</b>
<b>LONG TERM DEBT</b>				
221	Bonds	F-15	0	20,501,000
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17	0	0
224	Other Long Term Debt	F-17	0	0
<b>Total Long Term Debt</b>			<b>\$ 0</b>	<b>\$ 20,501,000</b>
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable		1,469,524	2,281,411
232	Notes Payable	F-18	0	0
233	Accounts Payable to Associated Companies	F-18	0	0
234	Notes Payable to Associated Companies	F-18	0	0
235	Customer Deposits		625,567	582,055
236	Accrued Taxes	W/S-3	(324,416)	(601,457)
237	Accrued Interest	F-19	17,385	4,214
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20	410,242	414,459
<b>Total Current &amp; Accrued Liabilities</b>			<b>\$ 2,198,302</b>	<b>\$ 2,680,682</b>

\* Not Applicable for Class B Utilities

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

<b>YEAR OF REPORT</b> December 31, 2006
--

**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>DEFERRED CREDITS</b>				
251	Unamortized Premium On Debt	F-13	\$ 0	\$ 0
252	Advances For Construction	F-20	0	0
253	Other Deferred Credits	F-21	0	0
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits			\$ 0	\$ 0
<b>OPERATING RESERVES</b>				
261	Property Insurance Reserve		\$ 67,436	\$ 0
262	Injuries & Damages Reserve			
263	Pensions and Benefits Reserve		41,900	49,446
265	Miscellaneous Operating Reserves			
Total Operating Reserves			\$ 109,336	\$ 49,446
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>				
271	Contributions in Aid of Construction	F-22	\$ 26,035,036	\$ 26,756,947
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	(10,525,056)	(11,493,433)
Total Net CIAC			\$ 15,509,980	\$ 15,263,514
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$	\$
282	Accumulated Deferred Income Taxes - Liberalized Depreciation			
283	Accumulated Deferred Income Taxes - Other		(151,521)	167,660
Total Accumulated Deferred Income Tax			\$ (151,521)	\$ 167,660
<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>			\$ 62,704,355	\$ 73,004,549

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

**YEAR OF REPORT**  
December 31, 2006

**COMPARATIVE OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR * (e)
<b>UTILITY OPERATING INCOME</b>				
400	Operating Revenues	F-3(b)	\$ 15,059,545	\$ 16,529,109
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)	86,569	28,809
Net Operating Revenues			\$ 14,972,976	\$ 16,500,300
401	Operating Expenses	F-3(b)	\$ 11,664,399	\$ 12,258,916
403	Depreciation Expense:	F-3(b)	\$ 2,721,374	\$ 3,127,811
	Less: Amortization of CIAC	F-22	1,045,432	968,377
Net Depreciation Expense			\$ 1,675,942	\$ 2,159,434
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)	(85,145)	(396,592)
407	Amortization Expense (Other than CIAC)	F-3(b)	435,724	650,772
408	Taxes Other Than Income	W/S-3	1,291,753	1,509,478
409	Current Income Taxes	W/S-3	(135,023)	30,675
410.10	Deferred Federal Income Taxes	W/S-3	(141,923)	302,516
410.11	Deferred State Income Taxes	W/S-3	77,107	16,634
411.10	Provision for Deferred Income Taxes - Credit	W/S-3	0	0
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3	0	0
412.11	Investment Tax Credits Restored to Operating Income	W/S-3	0	0
Utility Operating Expenses			\$ 14,782,834	\$ 16,531,833
Net Utility Operating Income			\$ 190,142	\$ (31,533)
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	86,569	28,809
413	Income From Utility Plant Leased to Others		0	0
414	Gains (losses) From Disposition of Utility Property		0	8,884
420	Allowance for Funds Used During Construction		164,086	765,803
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ 440,797	\$ 771,963

\* For each account,  
Column e should  
agree with Columns  
f, g and h  
on F-3(b)

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

<b>YEAR OF REPORT</b> December 31, 2006
--

**COMPARATIVE OPERATING STATEMENT (Cont'd)**

WATER SCHEDULE W-3 * (f)	WASTEWATER SCHEDULE S-3 * (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ <u>322,506</u> 0	\$ <u>368,016</u> 0	\$ <u>15,838,587</u> 28,809
\$ <u>322,506</u>	\$ <u>368,016</u>	\$ <u>15,809,778</u>
\$ 245,557	\$ 187,945	\$ 11,825,414
<u>23,727</u> 21,287	<u>86,716</u> 67,255	<u>3,017,368</u> 879,835
\$ <u>2,440</u>	\$ <u>19,461</u>	\$ <u>2,137,533</u>
<u>0</u> <u>0</u> 35,699 9,029 5,184 862 <u>0</u> <u>0</u> <u>0</u>	<u>0</u> <u>0</u> 35,408 49,982 <u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u>	<u>(396,592)</u> 650,772 1,438,371 <u>(28,336)</u> 297,332 15,772 <u>0</u> <u>0</u> <u>0</u>
\$ <u>298,771</u>	\$ <u>292,796</u>	\$ <u>15,940,266</u>
\$ <u>23,735</u>	\$ <u>75,220</u>	\$ <u>(130,488)</u>
<u>0</u> <u>0</u> <u>0</u> 767	<u>0</u> <u>0</u> <u>0</u> 4,291	<u>28,809</u> <u>0</u> 8,884 760,745
\$ <u>24,502</u>	\$ <u>79,511</u>	\$ <u>667,950</u>

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

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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**COMPARATIVE OPERATING STATEMENT (Cont'd)**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
Total Utility Operating Income [from page F-3(a)]			\$ 440,797	\$ 771,963
415	OTHER INCOME AND DEDUCTIONS Revenues-Merchandising, Jobbing, and Contract Deductions		\$	\$
416	Costs & Expenses of Merchandising Jobbing, and Contract Work			
419	Interest and Dividend Income		4,711	10,723
421	Nonutility Income		226,294	228,449
426	Miscellaneous Nonutility Expenses		(308,968)	(357,817)
Total Other Income and Deductions			\$ (77,963)	\$ (118,645)
408.20	TAXES APPLICABLE TO OTHER INCOME 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			\$ 0	\$ 0
427	INTEREST EXPENSE Interest Expense	F-19	\$ 175,247	\$ 241,633
428	Amortization of Debt Discount & Expense	F-13	0	0
429	Amortization of Premium on Debt	F-13	0	0
Total Interest Expense			\$ 175,247	\$ 241,633
433	EXTRAORDINARY ITEMS Extraordinary Income		\$	\$
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
Total Extraordinary Items			\$ 0	\$ 0
NET INCOME			\$ 187,587	\$ 411,685

Explain Extraordinary Income:

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**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	\$ 813,456	\$ 2,316,459
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-8	221,508	635,945
110	Accumulated Amortization	F-8	0	0
271	Contributions in Aid of Construction	F-22	662,298	1,493,747
252	Advances for Construction	F-20	0	0
Subtotal			\$ (70,350)	\$ 186,767
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	273,412	459,584
Subtotal			\$ 203,062	\$ 646,351
114	Plus or Minus: Acquisition Adjustments (2)	F-7	0	0
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	0	0
	Working Capital Allowance (3)		30,695	23,493
	Other (Specify): _____ _____ _____		_____ _____ _____	_____ _____ _____
RATE BASE			\$ 233,757	\$ 669,844
NET UTILITY OPERATING INCOME			\$ 23,735	\$ 75,220
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			10.15%	11.23%

**NOTES :** The data presented on this page is for the Lake Suzy regulated systems only.

- (1) Estimate based on the methodology used in the last rate proceeding.
- (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.



**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	\$ 1,122,301	97.29%	8.88%	8.64%
Preferred Stock	0	0.00%		0.00%
Long Term Debt	0	0.00%		0.00%
Customer Deposits	7,956	0.69%	6.00%	0.04%
Tax Credits - Zero Cost	0	0.00%		0.00%
Tax Credits - Weighted Cost	0	0.00%		0.00%
Deferred Income Taxes	23,343	2.02%		0.00%
Other (Explain)	0	0.00%		0.00%
<b>Total</b>	<b>\$ 1,153,600</b>	<b>100.00%</b>		<b>8.68%</b>

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

The Lake Suzy systems are not included in Respondent's current rate proceeding (Docket No. 060368); therefore, Return on Equity is calculated as in prior years based on the rates of predecessor company acquired by the Respondent.

- (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 - LAKE SUZY UTILITIES, INC.**

Current Commission Return on Equity: 8.88 %

Commission order approving Return on Equity: Docket No. 050006-WS (Leverage Order)

**APPROVED AFUDC RATE**

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

Current Commission Approved AFUDC rate: 7.90% Uniform rate effective Oct. 13, 2006

Commission order approving AFUDC rate: PSC-07-0276-PAA-WS

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.

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

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**SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS  
CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING**

CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	NON-UTILITY ADJUSTMENTS (c)	NON- JURISDICTIONAL ADJUSTMENTS (d)	OTHER (1) ADJUSTMENTS SPECIFIC (e)	OTHER (1) ADJUSTMENTS PRO RATA (f)	CAPITAL STRUCTURE (g)
Common Equity	\$ 1,122,301	\$	\$	\$	\$	\$ 1,122,301
Preferred Stock						0
Long Term Debt						0
Customer Deposits	7,956					7,956
Tax Credits - Zero Cost						0
Tax Credits - Weighted Cost						0
Deferred Inc. Taxes	23,343					23,343
Other (Explain)						0
Total	\$ 1,153,600	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,153,600

(1) Explain below all adjustments made in Columns (e) and (f):

The Lake Suzy systems are not included in Respondent's current rate proceeding (Docket No. 060368); therefore, Return on Equity is calculated as in prior years based on the rates of predecessor company acquired by the Respondent.

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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**UTILITY PLANT  
ACCOUNTS 101 - 106**

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts: Utility Plant In Service	\$ 813,456	\$ 2,316,459	\$ 85,094,277	\$ 88,224,192
102	Utility Plant Leased to Other	0	0	0	0
103	Property Held for Future Use	0	0	0	0
104	Utility Plant Purchased or Sold	0	0	59,232	59,232
105	Construction Work in Progress	4,376	107,033	10,614,837	10,726,246
106	Completed Construction Not Classified	0	0	0	0
	Total Utility Plant	\$ 817,832	\$ 2,423,492	\$ 95,768,346	\$ 99,009,670

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

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

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment PSC-93-1675-FOF-WS	\$	\$	\$ (17,753)	\$ (17,753)
	PSC-05-1242A-PAA-WS			(2,787,329)	(2,787,329)
				0	0
				0	0
	Total Plant Acquisition Adjustments	\$ 0	\$ 0	\$ (2,805,082)	\$ (2,805,082)
115	Accumulated Amortization PSC-93-1675-FOF-WS	\$	\$	\$ 6,982	\$ 6,982
	PSC-05-1242A-PAA-WS			480,936	480,936
				0	0
				0	0
	Total Accumulated Amortization	\$ 0	\$ 0	\$ 487,918	\$ 487,918
	Net Acquisition Adjustments	\$ 0	\$ 0	\$ (2,317,164)	\$ (2,317,164)

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
<b>ACCUMULATED DEPRECIATION Account 108</b>				
Balance first of year	\$ 239,708	\$ 567,654	\$ 26,309,686	\$ 27,117,048
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$ 23,727	\$ 86,716	\$ 3,017,368	\$ 3,127,811
Account 108.2 (2)				
Account 108.3 (2)				
Other Accounts (specify):				0
				0
Salvage	0	0	0	0
Other Credits (Specify):				
Transfers and Adjustment	0	35,885	1,191,203	1,227,088
<b>Total Credits</b>	<b>\$ 23,727</b>	<b>\$ 122,601</b>	<b>\$ 4,208,571</b>	<b>\$ 4,354,899</b>
Debits during year:				
Book cost of plant retired	41,927	54,310	1,181,633	1,277,870
Cost of Removal	0	0	0	0
Other Debits (specify):				0
<b>Total Debits</b>	<b>\$ 41,927</b>	<b>\$ 54,310</b>	<b>\$ 1,181,633</b>	<b>\$ 1,277,870</b>
<b>Balance end of year</b>	<b>\$ 221,508</b>	<b>\$ 635,945</b>	<b>\$ 29,336,624</b>	<b>\$ 30,194,077</b>
<b>ACCUMULATED AMORTIZATION Account 110</b>				
Balance first of year	\$ 0	\$ 0	\$ 0	\$ 0
Credit during year:				
Accruals charged to:				
	\$	\$	\$	\$ 0
Account 110.2 (3)			0	0
Other Accounts (specify):				0
<b>Total credits</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
Debits during year:				
Book cost of plant retired			0	0
Other debits (specify):				0
<b>Total Debits</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Balance end of year</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

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

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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**REGULATORY COMMISSION EXPENSE  
AMORTIZATION OF RATE CASE EXPENSE (ACCOUNTS 666 AND 766)**

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	CHARGED OFF DURING YEAR	
		ACCT. (d)	AMOUNT (e)
(Other than Reporting Systems)			\$
FPSC Rate Case - Docket No. 060368	1,009,379		
Sarasota Rate Case - 2004	\$ 0	666	\$ 24,744
Sarasota Rate Case - 2004	0	766	42,132
Total	\$ 1,009,379		\$ 66,876

**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)
(Other than Reporting Systems)	\$	\$	\$	\$ 0
Sarasota - 27th. St. Property	\$ 2,000,000			2,000,000
				0
				0
Total Nonutility Property	\$ 2,000,000	\$ 0	\$ 0	\$ 2,000,000

**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	\$ 0
OTHER SPECIAL DEPOSITS (Account 133): None	\$
Total Other Special Deposits	\$ 0

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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**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)
<b>INVESTMENT IN ASSOCIATED COMPANIES (Account 123):</b> None <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>	\$ <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>	\$ <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>
Total Investment in Associated Companies		\$ <u><u>0</u></u>
<b>UTILITY INVESTMENTS (Account 124):</b> None <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>	\$ <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>	\$ <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>
Total Utility Investment		\$ <u><u>0</u></u>
<b>OTHER INVESTMENTS (Account 125):</b> None <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>	\$ <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>	\$ <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>
Total Other Investment		\$ <u><u>0</u></u>
<b>SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127):</b> None <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>		\$ <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>
Total Special Funds		\$ <u><u>0</u></u>

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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**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  
Amounts included in Accounts 142 and 144 should be listed individually.

DESCRIPTION (a)		TOTAL (b)
CUSTOMER ACCOUNTS RECEIVABLE (Account 141):		
Water	\$ _____	
Wastewater	_____	
Combined Customer A/R	1,858,927	
Other	_____	
Total Customer Accounts Receivable		\$ 1,858,927
OTHER ACCOUNTS RECEIVABLE ( Account 142):		
Officers & Employees	\$ 1,000	
ZipCheck (electronic payments from customer bank accounts)	(20,436)	
Miscellaneous	11,286	
Total Other Accounts Receivable		\$ (8,150)
NOTES RECEIVABLE (Account 144 ):		
None	\$ _____	
_____	_____	
_____	_____	
Total Notes Receivable		\$ 0
Total Accounts and Notes Receivable		\$ 1,850,777
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS ( Account 143)		
Balance first of year	\$ 35,188	
Add: Provision for uncollectibles for current year	\$ 172,139	
Collection of accounts previously written off	26,402	
Utility Accounts	_____	
Others	_____	
Total Additions		\$ 233,729
Deduct accounts written off during year:		
Utility Accounts	173,507	
Others	_____	
Total accounts written off		\$ 173,507
Balance end of year		\$ 60,222
TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET		\$ 1,790,555

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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**ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES**

**ACCOUNT 145**

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
Aqua America - Corporate	\$ (1,989,819)
Aqua America - Service	(243,210)
Aqua America - Customer Service	(39,474)
Aqua America - PA	(50,880)
Aqua America - VA	28,544
Total	\$ (2,294,839)

**NOTES RECEIVABLE FROM ASSOCIATED COMPANIES**

**ACCOUNT 146**

Report each note receivable from associated companies separately.

DESCRIPTION (a)	INTEREST RATE (b)	TOTAL (c)
None	%	\$
	%	
	%	
	%	
	%	
	%	
	%	
	%	
	%	
	%	
Total		\$ 0

**MISCELLANEOUS CURRENT AND ACCRUED ASSETS**

**ACCOUNT 174**

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
None	\$
Total Miscellaneous Current and Accrued Liabilities	\$ 0



UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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**UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT  
ACCOUNTS 181 AND 251**

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): None	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Unamortized Debt Discount and Expense	\$ <u>0</u>	\$ <u>0</u>
UNAMORTIZED PREMIUM ON DEBT (Account 251): None	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Unamortized Premium on Debt	\$ <u>0</u>	\$ <u>0</u>

**EXTRAORDINARY PROPERTY LOSSES  
ACCOUNT 182**

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
None	\$ _____
_____	_____
_____	_____
Total Extraordinary Property Losses	\$ <u>0</u>

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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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)		
(Other than Reporting Systems)	\$	\$
FPSC Rate Case - Docket No. 060368	0	1,368,364
Sarasota 2004 Rate Case	66,876	94,741
Total Deferred Rate Case Expense	\$ <u>66,876</u>	\$ <u>1,463,105</u>
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):		
Miscellaneous deferred charges pending final disposition	\$ <u>150,105</u>	\$ <u>499,110</u>
Total Other Deferred Debits	\$ <u>150,105</u>	\$ <u>499,110</u>
REGULATORY ASSETS (Class A Utilities: Account. 186.3):		
Property loss amortization	\$ <u>543,714</u>	\$ <u>1,902,193</u>
Total Regulatory Assets	\$ <u>543,714</u>	\$ <u>1,902,193</u>
TOTAL MISCELLANEOUS DEFERRED DEBITS	\$ <u>760,695</u>	\$ <u>3,864,408</u>

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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**CAPITAL STOCK  
ACCOUNTS 201 AND 204\***

DESCRIPTION (a)	RATE (b)	TOTAL (c)
COMMON STOCK <span style="float: right;">None</span> <div> <div>Par or stated value per share</div> <div>Shares authorized</div> <div>Shares issued and outstanding</div> <div>Total par value of stock issued</div> <div>Dividends declared per share for year</div> </div>	<div>_____ %</div> <div>_____ %</div> <div>_____ %</div> <div>_____ %</div> <div>_____ %</div>	<div>\$ _____</div> <div>_____</div> <div>_____</div> <div>\$ _____</div> <div>\$ _____</div>
PREFERRED STOCK <span style="float: right;">None</span> <div> <div>Par or stated value per share</div> <div>Shares authorized</div> <div>Shares issued and outstanding</div> <div>Total par value of stock issued</div> <div>Dividends declared per share for year</div> </div>	<div>_____ %</div> <div>_____ %</div> <div>_____ %</div> <div>_____ %</div> <div>_____ %</div>	<div>\$ _____</div> <div>_____</div> <div>_____</div> <div>\$ _____</div> <div>\$ _____</div>

\* 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)	
\$20,501,000 Note issued 10/31/06 - maturity date 10/31/16	6.00 %	Fixed	\$ 20,501,000
	_____ %	_____	_____
	_____ %	_____	_____
	_____ %	_____	_____
	_____ %	_____	_____
	_____ %	_____	_____
	_____ %	_____	_____
	_____ %	_____	_____
	_____ %	_____	_____
	_____ %	_____	_____
	_____ %	_____	_____
Total			\$ 20,501,000

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

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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### 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	\$ (14,614,036)
439	Changes to Account: Adjustments to Retained Earnings ( requires Commission approval prior to use): Credits: _____	\$ _____
		_____
	Total Credits:	\$ 0
	Debits: _____	\$ _____
		_____
	Total Debits:	\$ 0
435	Balance Transferred from Income	\$ 411,685
436	Appropriations of Retained Earnings: _____	_____
		_____
	Total Appropriations of Retained Earnings	\$ 0
437	Dividends Declared: Preferred Stock Dividends Declared _____	_____
438	Common Stock Dividends Declared _____	_____
		_____
	Total Dividends Declared	\$ 0
215	Year end Balance	\$ (14,202,351)
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end): _____	_____
		_____
		_____
214	Total Appropriated Retained Earnings	\$ 0
Total Retained Earnings		\$ (14,202,351)

Notes to Statement of Retained Earnings:

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

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**ADVANCES FROM ASSOCIATED COMPANIES  
ACCOUNT 223**

Report each advance separately.

DESCRIPTION (a)	TOTAL (b)
None	\$
Total	\$ 0

**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)	
None	%		\$
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			\$ 0

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

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**NOTES PAYABLE  
ACCOUNTS 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):			
None	_____ %	_____	\$ _____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
Total Account 232			\$ <u>          0</u>
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234):			
None	_____ %	_____	\$ _____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
Total Account 234			\$ <u>          0</u>

\* 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)
None	\$ _____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
Total	\$ <u>          0</u>

UTILITY NAME: AQUA UTILITIES FLORIDA, INC.

YEAR OF REPORT  
December 31, 2006

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

DESCRIPTION OF DEBIT (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 \$20,501,000 Note issued 10/31/06 - maturity date 10/31/16	\$ 0	427	\$ 208,427	\$ 208,427	\$
Total Account 237.1	\$ 0		\$ 208,427	\$ 208,427	\$ 0
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities					
Customer Deposits	\$ 17,385	427	\$ 34,959	\$ 48,130	\$ 4,214
Other	0	427	(1,753)	(1,753)	
Total Account 237.2	\$ 17,385		\$ 33,206	\$ 46,377	\$ 4,214
Total Account 237 (1)	\$ 17,385		\$ 241,633	\$ 254,804	\$ 4,214
INTEREST EXPENSED:					
Total accrual Account 237		237	\$ 241,633		(1) Must agree to F-2 (a), Beginning and Ending Balance of Accrued Interest.
Less Capitalized Interest Portion of AFUDC:	None				(2) Must agree to F-3 (c), Current Year Interest Expense
Net Interest Expensed to Account No. 427 (2)			\$ 241,633		

UTILITY NAME: AQUA UTILITIES FLORIDA, INC.

YEAR OF REPORT  
December 31, 2006

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES  
ACCOUNT 241

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
Accrued Audit Fees	\$ 92,192
Accrued Workflow and Postage	13,390
Accrued Payroll - Salaries, Wages and Bonuses	308,877
Total Miscellaneous Current and Accrued Liabilities	\$ 414,459

ADVANCES FOR CONSTRUCTION  
ACCOUNT 252

NAME OF PAYOR * (a)	BALANCE BEGINNING OF YEAR (b)	DEBITS		CREDITS (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
None	\$		\$	\$	\$ 0
					0
					0
					0
					0
					0
					0
					0
					0
					0
					0
					0
					0
					0
Total	\$ 0		\$ 0	\$ 0	\$ 0

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



UTILITY NAME: AQUA UTILITES FLORIDA, INC.

<b>YEAR OF REPORT</b> December 31, 2006
--

**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):		
None	\$	\$
Total Regulatory Liabilities	\$ 0	\$ 0
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2):		
None	\$	\$
Total Other Deferred Liabilities	\$ 0	\$ 0
TOTAL OTHER DEFERRED CREDITS	\$ 0	\$ 0

**CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271**

DESCRIPTION (a)	WATER (W-7) (b)	WASTEWATER (S-7) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>631,494</u>	\$ <u>1,516,966</u>	\$ <u>23,886,576</u>	\$ <u>26,035,036</u>
Add credits during year:	\$ <u>900</u>	\$ <u>6,685</u>	\$ <u>542,673</u>	\$ <u>550,258</u>
Less debit charged during the year	\$ <u>(29,904)</u>	\$ <u>29,904</u>	\$ <u>(171,653)</u>	\$ <u>(171,653)</u>
Total Contribution In Aid of Construction	\$ <u><u>662,298</u></u>	\$ <u><u>1,493,747</u></u>	\$ <u><u>24,600,902</u></u>	\$ <u><u>26,756,947</u></u>

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

DESCRIPTION (a)	WATER (W-8(a)) (b)	WASTEWATER (S-8(a)) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>252,125</u>	\$ <u>392,329</u>	\$ <u>9,880,602</u>	\$ <u>10,525,056</u>
Debits during the year: (1)	\$ <u>21,287</u>	\$ <u>67,255</u>	\$ <u>1,032,202</u>	\$ <u>1,120,744</u>
Credits during the year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>152,367</u>	\$ <u>152,367</u>
Total Accumulated Amortization of Contributions In Aid of Construction	\$ <u><u>273,412</u></u>	\$ <u><u>459,584</u></u>	\$ <u><u>10,760,437</u></u>	\$ <u><u>11,493,433</u></u>

(1) Includes amortization expense and other debits per pages W-8(a) and S-8(a).

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

**YEAR OF REPORT**  
December 31, 2006

**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 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 computations 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, assignments or sharing of the consolidated tax among the group members.

DESCRIPTION (a)	REF. NO. (b)	AMOUNT (c)
Net income for the year	F-3(c)	\$ 411,685
Reconciling items for the year:		
Taxable income not reported on books:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Deductions recorded on books not deducted for return:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Income recorded on books not included in return:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Deduction on return not charged against book income:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Federal tax net income	see note below	\$ <u>411,685</u>

Computation of tax :

**Aqua Utilities Florida, Inc. is a wholly owned subsidiary of Aqua America, Inc. and is part of the consolidated federal tax return filed by the parent company. The consolidated federal tax return for 2006 will be filed in September 2007 and; therefore, this reconciliation will not be available until after that time.**

**WATER  
OPERATION  
SECTION**

**AQUA UTILITES FLORIDA, INC.**

**YEAR OF REPORT**

December 31, 2006

## 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 a group number. Each individual system which has not been consolidated should be assigned its own group number.

The water financial schedules (W-2 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: AQUA UTILITES FLORIDA, INC.SYSTEM NAME / COUNTY : LAKE SUZY / CHARLOTTE AND DESOTO

## SCHEDULE OF YEAR END WATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 813,456
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	W-6(b)	221,508
110	Accumulated Amortization		
271	Contributions in Aid of Construction	W-7	662,298
252	Advances for Construction	F-20	
Subtotal			\$ (70,350)
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 273,412
Subtotal			\$ 203,062
114	Plus or Minus: Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		30,695
	Other (Specify):		
WATER RATE BASE			\$ 233,757
WATER OPERATING INCOME		W-3	\$ 24,502
ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)			10.48%

NOTES : (1) Estimate based on the methodology used in the last rate proceeding.

(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:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## WATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
	UTILITY OPERATING INCOME		
400	Operating Revenues	W-9	\$ 322,506
469	Less: Guaranteed Revenue and AFPI	W-9	0
	Net Operating Revenues		\$ 322,506
401	Operating Expenses	W-10(a)	\$ 245,557
403	Depreciation Expense	W-6(a)	23,727
	Less: Amortization of CIAC	W-8(a)	21,287
	Net Depreciation Expense		\$ 2,440
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC)	F-8	
408.10	Taxes Other Than Income		14,513
	Utility Regulatory Assessment Fee		
408.11	Property Taxes		21,186
408.12	Payroll Taxes		
408.13	Other Taxes and Licenses		
408	Total Taxes Other Than Income		\$ 35,699
409.1	Income Taxes		9,029
410.10	Deferred Federal Income Taxes		5,184
410.11	Deferred State Income Taxes		862
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		\$ 298,771
	Utility Operating Income		\$ 23,735
469	Add Back:		
	Guaranteed Revenue (and AFPI)	W-9	\$ 0
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		767
	Total Utility Operating Income		\$ 24,502

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT  
December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

**WATER UTILITY PLANT ACCOUNTS**

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$	\$	\$	\$
302	Franchises				0
303	Land and Land Rights				0
304	Structures and Improvements	1,150			1,150
305	Collecting and Impounding Reservoirs	24,906			24,906
306	Lake, River and Other Intakes				0
307	Wells and Springs				0
308	Infiltration Galleries and Tunnels				0
309	Supply Mains	218			218
310	Power Generation Equipment				0
311	Pumping Equipment	368			368
320	Water Treatment Equipment	366			366
330	Distribution Reservoirs and Standpipes		9,497		9,497
331	Transmission and Distribution Mains	585,028	24,557	2,347	607,238
333	Services	21,237			21,237
334	Meters and Meter Installations	58,431	11,431	1,048	68,814
335	Hydrants	63,064			63,064
336	Backflow Prevention Devices				0
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	0
342	Stores Equipment				0
343	Tools, Shop and Garage Equipment	3,575			3,575
344	Laboratory Equipment				0
345	Power Operated Equipment	354			354
346	Communication Equipment				0
347	Miscellaneous Equipment				0
348	Other Tangible Plant				0
TOTAL WATER PLANT		\$ 809,898	\$ 45,485	\$ 41,927	\$ 813,456

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



UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

<b>YEAR OF REPORT</b> December 31, 2006
--

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## 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	Structures 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	368		368			
320	Water Treatment Equipment	366			366		
330	Distribution Reservoirs and Standpipes					9,497	
331	Transmission and Distribution Mains	607,238				607,238	
333	Services	21,237				21,237	
334	Meters and Meter Installations	68,814				68,814	
335	Hydrants	63,064				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						
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		\$ 813,456	\$ 0	\$ 26,642	\$ 366	\$ 777,747	\$ 8,701

W-4(b)  
GROUP I

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO**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			#DIV/0!
302	Franchises			#DIV/0!
304	Structures and Improvements	28		3.57%
305	Collecting and Impounding Reservoirs			#DIV/0!
306	Lake, River and Other Intakes			#DIV/0!
307	Wells and Springs			#DIV/0!
308	Infiltration Galleries and Tunnels			#DIV/0!
309	Supply Mains	35		2.86%
310	Power Generation Equipment			#DIV/0!
311	Pumping Equipment			#DIV/0!
320	Water Treatment Equipment	10		10.00%
330	Distribution Reservoirs and Standpipes			#DIV/0!
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			#DIV/0!
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			#DIV/0!
343	Tools, Shop and Garage Equipment	16		6.25%
344	Laboratory Equipment			#DIV/0!
345	Power Operated Equipment	12		8.33%
346	Communication Equipment			#DIV/0!
347	Miscellaneous Equipment			#DIV/0!
348	Other Tangible Plant			#DIV/0!
Water Plant Composite Depreciation Rate *				#DIV/0!

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

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

**YEAR OF REPORT**  
December 31, 2006

**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	\$	\$	\$	\$
302	Franchises				0
304	Structures and Improvements	11,778	889		0
305	Collecting and Impounding Reservoirs				889
306	Lake, River and Other Intakes				0
307	Wells and Springs				0
308	Infiltration Galleries and Tunnels				0
309	Supply Mains	24	7		0
310	Power Generation Equipment				7
311	Pumping Equipment				0
320	Water Treatment Equipment	128	37		0
330	Distribution Reservoirs and Standpipes				37
331	Transmission and Distribution Mains	108,445	15,659		0
333	Services	4,163	607		15,659
334	Meters and Meter Installations	27,361	3,986		607
335	Hydrants	20,246	1,577		3,986
336	Backflow Prevention Devices				1,577
339	Other Plant Miscellaneous Equipment	24,588	394		0
340	Office Furniture and Equipment	2,364	319		394
341	Transportation Equipment	38,532			319
342	Stores Equipment				0
343	Tools, Shop and Garage Equipment	1,962	223		0
344	Laboratory Equipment				223
345	Power Operated Equipment	117	29		0
346	Communication Equipment				29
347	Miscellaneous Equipment				0
348	Other Tangible Plant				0
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 239,708	\$ 23,727	\$ 0	\$ 23,727

\* Specify nature of transaction  
Use ( ) to denote reversal entries.

Tansfers and Adjustments

W-6(a)  
GROUP 1

UTILITY NAME:

AQUA UTILITIES FLORIDA, INC.

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

YEAR OF REPORT  
December 31, 2006

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-j) (k)
301	Organization	\$	\$	\$	\$	\$
302	Franchises				0	0
304	Structures and Improvements				0	0
305	Collecting and Impounding Reservoirs				0	12,667
306	Lake, River and Other Intakes				0	0
307	Wells and Springs				0	0
308	Infiltration Galleries and Tunnels				0	0
309	Supply Mains				0	0
310	Power Generation Equipment				0	31
311	Pumping Equipment				0	0
320	Water Treatment Equipment				0	0
330	Distribution Reservoirs and Standpipes				0	165
331	Transmission and Distribution Mains	2,347			2,347	121,757
333	Services				0	4,770
334	Meters and Meter Installations	1,048			1,048	30,299
335	Hydrants				0	21,823
336	Backflow Prevention Devices				0	0
339	Other Plant Miscellaneous Equipment				0	24,982
340	Office Furniture and Equipment				0	2,683
341	Transportation Equipment	38,532			38,532	0
342	Stores Equipment				0	0
343	Tools, Shop and Garage Equipment				0	2,185
344	Laboratory Equipment				0	0
345	Power Operated Equipment				0	146
346	Communication Equipment				0	0
347	Miscellaneous Equipment				0	0
348	Other Tangible Plant				0	0
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 41,927	\$ 0	\$ 0	\$ 41,927	\$ 221,508

**AQUA UTILITES FLORIDA, INC.**

December 31, 2006

**LAKE SUZY / CHARLOTTE AND DESOTO**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$ 631,494
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ 900
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	0
Total Credits		\$ 900
Less debits charged during the year (All debits charged during the year must be explained below)		\$ (29,904)
Total Contributions In Aid of Construction		\$ 662,298

**Explain all debits charged to Account 271 during the year below:**

(29,904)

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO**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 Fee	6	\$ 150	\$ 900
Water Line Extension			0
Water Plant Capacity			0
Water Service Install			0
			0
			0
			0
Total Credits			\$ 900

**ACCUMULATED AMORTIZATION OF WATER  
CONTRIBUTIONS IN AID OF CONSTRUCTION**

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 252,125
Debits during the year:	
Accruals charged to Account 272	\$ 21,287
Other debits (specify) :	
Total debits	\$ 21,287
Credits during the year (specify) :	
	\$
Total credits	\$ 0
Balance end of year	\$ 273,412

December 31, 2006

SYSTEM NAME / COUNTY : LAKE SUZY / CHARLOTTE AND DESOTO

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

DESCRIPTION (a)	INDICATE CASH OR PROPERTY (b)	AMOUNT (c)
None		\$ _____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
		_____
Total Credits		\$ _____ 0

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.**YEAR OF REPORT**

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO**WATER OPERATING REVENUE**

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS (d)	AMOUNT (e)
460	Water Sales: Unmetered Water Revenue			\$
461.1	Metered Water Revenue: Sales to Residential Customers	482	490	197,164
461.2	Sales to Commercial Customers	65	68	124,452
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities			
461.5	Sales Multiple Family Dwellings			
Total Metered Sales		547	558	\$ 321,616
462.1	Fire Protection Revenue: Public Fire Protection			
462.2	Private Fire Protection			
Total Fire Protection Revenue				\$ 0
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
Total Water Sales		547	558	\$ 321,616
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			890
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
Total Other Water Revenues				\$ 890
Total Water Operating Revenues				\$ 322,506

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



UTILITY NAME:

AQUA UTILITIES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

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	\$ 6,317	\$ (459)	\$
603	Salaries and Wages - Officers, Directors and Majority Stockholders	1,261		
604	Employee Pensions and Benefits *	3,858		
610	Purchased Water	185,747	185,747	
615	Purchased Power	0		
616	Fuel for Power Production	0		
618	Chemicals	0		
620	Materials and Supplies	1,015		16
631	Contractual Services-Engineering	632	226	
632	Contractual Services - Accounting	1,505		
633	Contractual Services - Legal	1,928		
634	Contractual Services - Mgt. Fees	11,981		
635	Contractual Services - Testing	2,392		
636	Contractual Services - Other	8,897		
641	Rental of Building/Real Property	0		
642	Rental of Equipment	0		
650	Transportation Expenses	3,055		
656	Insurance - Vehicle	194		
657	Insurance - General Liability	2,023		
658	Insurance - Workman's Comp.	335		
659	Insurance - Other	613		
660	Advertising Expense	0		
666	Regulatory Commission Expenses	0		
667	- Amortization of Rate Case Expense	0		
668	Regulatory Commission Exp.-Other	0		
670	Water Resource Conservation Exp.	0		
670	Bad Debt Expense	(4,650)		
675	Miscellaneous Expenses	18,454		
Total Water Utility Expenses		\$ 245,557	\$ 185,514	\$ 16

**AQUA UTILITES FLORIDA, INC.**

SYSTEM NAME / COUNTY:

**LAKE SUZY / CHARLOTTE AND DESOTO**

**YEAR OF REPORT**  
December 31, 2006

## WATER EXPENSE ACCOUNT MATRIX

<b>.3</b> WATER TREATMENT EXPENSES - OPERATIONS (f)	<b>.4</b> WATER TREATMENT EXPENSES - MAINTENANCE (g)	<b>.5</b> TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	<b>.6</b> TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	<b>.7</b> CUSTOMER ACCOUNTS EXPENSE (j)	<b>.8</b> ADMIN. & GENERAL EXPENSES (k)
\$ 14	\$	\$ 1,818	\$ 957	\$ 3,938	\$ 49
					1,261
					3,858
52		356	365		
					632
					1,505
					1,928
					11,981
2,392					
175		164	2,864	4,668	1,026
					3,055
					194
					2,023
					335
					613
				(4,650)	
					18,454
\$ 2,633	\$ 0	\$ 2,338	\$ 4,186	\$ 3,956	\$ 46,914

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO**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	3,229		161	3,068	4,289
February	3,233		162	3,071	3,290
March	4,456		223	4,233	3,721
April	4,018		301	3,717	2,936
May	3,485		174	3,311	3,692
June	2,490		224	2,266	2,445
July	2,278		114	2,164	1,884
August	2,214		111	2,103	1,625
September	2,333		117	2,216	2,392
October	3,895		195	3,700	3,270
November	3,267		278	2,989	3,078
December	3,252		173	3,079	2,704
Total for Year	38,150 *	N/A	2,233	35,917	35,326

If water is purchased for resale, indicate the following:

Vendor DeSoto CountyPoint of delivery Kings Highway

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

N/A**SOURCE OF SUPPLY**

List for each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
Interconnect with DeSoto County			Purchase

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

SYSTEM NAME / COUNTY : LAKE SUZY / CHARLOTTE AND DESOTO

**WATER TREATMENT PLANT INFORMATION**

Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD): Interconnect with DeSoto County

Location of measurement of capacity  
(i.e. Wellhead, Storage Tank): N/A

Type of treatment (reverse osmosis,  
(sedimentation, chemical, aerated, etc.): N/A

**LIME TREATMENT**

Unit rating (i.e., GPM, pounds  
per gallon): N/A Manufacturer: N/A

**FILTRATION**

Type and size of area:

Pressure (in square feet): N/A Manufacturer: N/A

Gravity (in GPM/square feet): N/A Manufacturer: N/A

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

**YEAR OF REPORT**  
December 31, 2006

SYSTEM NAME / COUNTY : LAKE SUZY / CHARLOTTE AND DESOTO

### CALCULATION OF THE WATER SYSTEM METER EQUIVALENTS

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	490	490
5/8"	Displacement	1.0	15	15
3/4"	Displacement	1.5		
1"	Displacement	2.5	5	13
1 1/2"	Displacement or Turbine	5.0	36	180
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				794

### 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:

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

ERC Calculation:

$$\begin{array}{rcl}
 ERC = & 35,326 & \text{gallons sold (omit 000), divided by} \\
 & 365 & \text{days, divided by} \\
 & \underline{350} & \text{gallons per day} \\
 & 277 & \text{ERC's}
 \end{array}$$

UTILITY NAME: AQUA UTILITES FLORIDA, INC.

SYSTEM NAME / COUNTY : LAKE SUZY / CHARLOTTE AND DESOTO

### OTHER WATER SYSTEM INFORMATION

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

1. Present ERCs \* the system can efficiently serve. \_\_\_\_\_ 794
2. Maximum number of ERCs \* which can be served. \_\_\_\_\_ 799
3. Present system connection capacity (in ERCs \*) using existing lines. \_\_\_\_\_ 799
4. Future connection capacity (in ERCs \*) upon service area buildout. \_\_\_\_\_ 799
5. Estimated annual increase in ERCs \*. \_\_\_\_\_ 10
6. Is the utility required to have fire flow capacity? \_\_\_\_\_ Unknown  
 If so, how much capacity is required? \_\_\_\_\_ N/A
7. Attach a description of the fire fighting facilities. \_\_\_\_\_ Hydrants
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? \_\_\_\_\_ N/A
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.
  - b. Have these plans been approved by DEP? \_\_\_\_\_ N/A
  - c. When will construction begin? \_\_\_\_\_ N/A
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? \_\_\_\_\_ No
11. Department of Environmental Protection ID # \_\_\_\_\_ FL 6144856
12. Water Management District Consumptive Use Permit # \_\_\_\_\_ N/A
  - 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  
OPERATION  
SECTION**





UTILITY NAME: AQUA UTILITIES FLORIDA, INC.

<b>YEAR OF REPORT</b> December 31, 2006
--

SYSTEM NAME / COUNTY : LAKE SUZY / CHARLOTTE AND DESOTO

**SCHEDULE OF YEAR END WASTEWATER RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WASTEWATER UTILITY (d)
101	Utility Plant In Service	S-4(a)	\$ 2,316,459
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	S-6(b)	635,945
110	Accumulated Amortization		
271	Contributions in Aid of Construction	S-7	1,493,747
252	Advances for Construction	F-20	
Subtotal			\$ 186,767
272	Add: Accumulated Amortization of Contributions in Aid of Construction	S-8(a)	\$ 459,584
Subtotal			\$ 646,351
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		23,493
	Other (Specify):		
WASTEWATER RATE BASE			\$ 669,844
WASTEWATER OPERATING INCOME		S-3	\$ 79,511
ACHIEVED RATE OF RETURN (Wastewater Operating Income / Wastewater Rate Base)			11.87%

NOTES : (1) Estimate based on the methodology used in the last rate proceeding.

(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:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## WASTEWATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WASTEWATER UTILITY (d)
UTILITY OPERATING INCOME			
400	Operating Revenues	S-9(a)	\$ 368,016
530	Less: Guaranteed Revenue (and AFPI)	S-9(a)	0
Net Operating Revenues			\$ 368,016
401	Operating Expenses	S-10(a)	\$ 187,945
403	Depreciation Expense	S-6(a)	86,716
	Less: Amortization of CIAC	S-8(a)	67,255
Net Depreciation Expense			\$ 19,461
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		16,561
408.11	Property Taxes		18,847
408.12	Payroll Taxes		
408.13	Other Taxes and Licenses		
408	Total Taxes Other Than Income		\$ 35,408
409.1	Income Taxes		49,982
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			\$ 292,796
Utility Operating Income			\$ 75,220
530	Add Back: Guaranteed Revenue (and AFPI)	S-9(a)	\$ 0
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		4,291
Total Utility Operating Income			\$ 79,511

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT  
December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## WASTEWATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
351	Organization	\$	\$	\$	\$
352	Franchises				0
353	Land and Land Rights	442,800			0
354	Structures and Improvements	595,031	51,435		442,800
355	Power Generation Equipment	464	44,635		646,466
360	Collection Sewers - Force	53,943			45,099
361	Collection Sewers - Gravity	261,494			53,943
362	Special Collecting Structures	70,810			261,494
363	Services to Customers	72,722	4,416		70,810
364	Flow Measuring Devices	19,131			77,138
365	Flow Measuring Installations				19,131
366	Reuse Services				0
367	Reuse Meters and Meter Installations				0
370	Receiving Wells	45,000			0
371	Pumping Equipment	262,378	1,699	2,013	45,000
374	Reuse Distribution Reservoirs				262,064
375	Reuse Transmission and Distribution System				0
380	Treatment and Disposal Equipment	309,126	391		0
381	Plant Sewers				309,517
382	Outfall Sewer Lines				0
389	Other Plant Miscellaneous Equipment	4,138			0
390	Office Furniture and Equipment	3,421	2,748		4,138
391	Transportation Equipment	13,034	41,781	51,292	6,169
392	Stores Equipment				3,523
393	Tools, Shop and Garage Equipment	2,657	10,604	1,005	0
394	Laboratory Equipment	23,978			12,256
395	Power Operated Equipment				0
396	Communication Equipment				23,978
397	Miscellaneous Equipment				0
398	Other Tangible Plant	32,933			0
Total Wastewater Plant		\$ 2,213,060	\$ 157,709	\$ 54,310	\$ 2,316,459

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

A - To properly classify company assets \$3,020 was transferred from account 360 to 361.

S-4(a)

GROUP 1

UTILITY NAME:

AQUA UTILITIES FLORIDA, INC.

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

YEAR OF REPORT

December 31, 2006

## 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 (j)	.5 RECLAIMED WASTEWATER TREATMENT PLANT (l)	.6 RECLAIMED WASTEWATER DISTRIBUTION PLANT (j)	.7 GENERAL PLANT (k)
351	Organization	\$	\$	\$	\$	\$	\$	\$
352	Franchises							
353	Land and Land Rights							
354	Structures and Improvements		4,104	940	442,800	2,396	47,939	
355	Power Generation Equipment				591,087	464		
360	Collection Sewers - Force		53,943		44,635			
361	Collection Sewers - Gravity		261,494					
362	Special Collecting Structures		70,810					
363	Services to Customers		77,138					
364	Flow Measuring Devices		19,131					
365	Flow Measuring Installations							
366	Reuse Services							
367	Reuse Meters and Meter Installations							
370	Receiving Wells			45,000				
371	Pumping Equipment			262,064				
374	Reuse Distribution Reservoirs							
375	Reuse Transmission and Distribution System							
380	Treatment and Disposal Equipment				309,141	376		
381	Plant Sewers							
382	Outfall Sewer Lines						808	
389	Other Plant Miscellaneous Equipment	1,344	1,986					6,169
390	Office Furniture and Equipment							3,523
391	Transportation Equipment							
392	Stores Equipment							
393	Tools, Shop and Garage Equipment							12,256
394	Laboratory Equipment							
395	Power Operated Equipment							23,978
396	Communication Equipment							
397	Miscellaneous Equipment							
398	Other Tangible Plant							32,933
	Total Wastewater Plant	\$ 1,344	\$ 488,606	\$ 308,004	\$ 1,387,663	\$ 3,236	\$ 48,747	\$ 78,859

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

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## 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			#DIV/0!
352	Franchises			#DIV/0!
354	Structures and Improvements	27		3.70%
355	Power Generation Equipment	20		5.00%
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			#DIV/0!
366	Reuse Services			#DIV/0!
367	Reuse Meters and Meter Installations			#DIV/0!
370	Receiving Wells	25		4.00%
371	Pumping Equipment	15		6.67%
374	Reuse Distribution Reservoirs			#DIV/0!
375	Reuse Transmission and Distribution System			#DIV/0!
380	Treatment and Disposal Equipment	15		6.67%
381	Plant Sewers			#DIV/0!
382	Outfall Sewer Lines			#DIV/0!
389	Other Plant Miscellaneous Equipment	18		5.56%
390	Office Furniture and Equipment	15		6.67%
391	Transportation Equipment	6		16.67%
392	Stores Equipment			#DIV/0!
393	Tools, Shop and Garage Equipment	15		6.67%
394	Laboratory Equipment			#DIV/0!
395	Power Operated Equipment	10		10.00%
396	Communication Equipment			#DIV/0!
397	Miscellaneous Equipment			#DIV/0!
398	Other Tangible Plant			#DIV/0!
Wastewater Plant Composite Depreciation Rate *				#DIV/0!

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

UTILITY NAME:

AQUA UTILITIES FLORIDA, INC.

YEAR OF REPORT  
December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## ANALYSIS OF ENTRIES IN WASTEWATER 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	\$	\$	\$	\$
352	Franchises				0
354	Structures and Improvements	143,414	22,079		0
355	Power Generation Equipment	19	23		22,079
360	Collection Sewers - Force	18,369	1,995		23
361	Collection Sewers - Gravity	52,924	6,538		1,995
362	Special Collecting Structures	18,396	1,912		6,538
363	Services to Customers	14,743	2,206		1,912
364	Flow Measuring Devices	13,385	3,826		2,206
365	Flow Measuring Installations				3,826
366	Reuse Services				0
367	Reuse Meters and Meter Installations				0
370	Receiving Wells	10,650	1,800		0
371	Pumping Equipment	106,464	17,387		1,800
374	Reuse Distribution Reservoirs				17,387
375	Reuse Transmission and Distribution System				0
380	Treatment and Disposal Equipment	158,210	20,639		0
381	Plant Sewers				20,639
382	Outfall Sewer Lines				0
389	Other Plant Miscellaneous Equipment	192	230		0
390	Office Furniture and Equipment	3,154	244		230
391	Transportation Equipment	10,779	4,862	34,198	244
392	Stores Equipment				39,060
393	Tools, Shop and Garage Equipment	278	577	1,687	0
394	Laboratory Equipment				2,264
395	Power Operated Equipment	16,677	2,398		0
396	Communication Equipment				2,398
397	Miscellaneous Equipment				0
398	Other Tangible Plant				0
Total Depreciable Wastewater Plant in Service		\$ 567,654	\$ 86,716	\$ 35,885	\$ 122,601

\* Specify nature of transaction.

Transfers and Adjustments

Use ( ) to denote reversal entries.

S-6(a)

GROUP 1

UTILITY NAME:

AQUA UTILITIES FLORIDA, INC.

<b>YEAR OF REPORT</b> December 31, 2006
--

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## ANALYSIS OF ENTRIES IN WASTEWATER ACCUMULATED DEPRECIATION

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-j) (k)
351	Organization	\$	\$	\$	\$	\$
352	Franchises				0	0
354	Structures and Improvements				0	0
355	Power Generation Equipment				0	165,493
360	Collection Sewers - Force				0	42
361	Collection Sewers - Gravity				0	20,364
362	Special Collecting Structures				0	59,462
363	Services to Customers				0	20,308
364	Flow Measuring Devices				0	16,949
365	Flow Measuring Installations				0	17,211
366	Reuse Services				0	0
367	Reuse Meters and Meter Installations				0	0
370	Receiving Wells				0	0
371	Pumping Equipment	2,013			0	12,450
374	Reuse Distribution Reservoirs				2,013	121,838
375	Reuse Transmission and Distribution System				0	0
380	Treatment and Disposal Equipment				0	0
381	Plant Sewers				0	178,849
382	Outfall Sewer Lines				0	0
389	Other Plant Miscellaneous Equipment				0	0
390	Office Furniture and Equipment				0	422
391	Transportation Equipment	51,292			0	3,398
392	Stores Equipment				51,292	(1,453)
393	Tools, Shop and Garage Equipment				0	0
394	Laboratory Equipment	1,005			1,005	1,537
395	Power Operated Equipment				0	0
396	Communication Equipment				0	19,075
397	Miscellaneous Equipment				0	0
398	Other Tangible Plant				0	0
Total Depreciable Wastewater Plant in Service		\$ 54,310	\$ 0	\$ 0	\$ 54,310	\$ 635,945

\* Specify nature of transaction.  
Use ( ) to denote reversal entries.

**YEAR OF REPORT**  
December 31, 2006

**CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WASTEWATER (c)
Balance first of year		\$ <u>1,516,966</u>
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	S-8(a)	\$ <u>6,685</u>
Contributions received from Developer or Contractor Agreements in cash or property	S-8(b)	<u>0</u>
Total Credits		\$ <u>6,685</u>
Less debits charged during the year (All debits charged during the year must be explained below)		\$ <u>29,904</u>
Total Contributions In Aid of Construction		\$ <u>1,493,747</u>

Reclassification to water of prior years activity.	29,904
--	--------



UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO**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)
Wastewater Line Extension	1	\$ 186	\$ 186
Wastewater Plant Capacity	1	1,950	1,950
Wastewater Service Install			0
Wastewater Line Extension - Commercial	1	396	396
Wastewater Plant Capacity - Commercial	1	4,153	4,153
			0
			0
Total Credits			\$ 6,685

**ACCUMULATED AMORTIZATION OF WASTEWATER  
CONTRIBUTIONS IN AID OF CONSTRUCTION**

DESCRIPTION (a)	WASTEWATER (b)
Balance first of year	\$ 392,329
Debits during the year:	
Accruals charged to Account 272	\$ 67,255
Other debits (specify) :	
Total debits	\$ 67,255
Credits during the year (specify) :	
	\$
Total credits	\$ 0
Balance end of year	\$ 459,584



UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS * (d)	AMOUNTS (e)
WASTEWATER SALES				
521.1	Flat Rate Revenues: 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			\$ 0
522.1	Measured Revenues: Residential Revenues	207	208	136,706
522.2	Commercial Revenues	57	59	231,310
522.3	Industrial Revenues			
522.4	Revenues From Public Authorities			
522.5	Multiple Family Dwelling Revenues			
522	Total Measured Revenues	264	267	\$ 368,016
523	Revenues From Public Authorities			
524	Revenues From Other Systems			
525	Interdepartmental Revenues			
Total Wastewater Sales		264	267	\$ 368,016
OTHER WASTEWATER REVENUES				
530	Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$
531	Sale of Sludge			
532	Forfeited Discounts			
534	Rents From Wastewater Property			
535	Interdepartmental Rents			
536	Other Wastewater Revenues			
Total Other Wastewater Revenues				\$ 0

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

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF 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 Revenues			
540	Total Flat Rate Reuse Revenues			\$ 0
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			\$ 0
544	Reuse Revenues From Other Systems			
Total Reclaimed Water Sales				\$ 0
Total Wastewater Operating Revenues				\$ 368,016

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

UTILITY NAME:

AQUA UTILITIES FLORIDA, INC.

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

YEAR OF REPORT  
December 31, 2006

WASTEWATER UTILITY EXPENSE ACCOUNT MATRIX

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 COLLECTION EXPENSES- OPERATIONS (d)	.2 COLLECTION 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	\$ 12,477	\$ (746)	\$ 30	\$ 849	\$ 1,683	\$ 7,383	\$ 2,317
703	Salaries and Wages - Officers, Directors and Majority Stockholders	608						
704	Employee Pensions and Benefits	3,080						
710	Purchased Sewage Treatment	0						
711	Sludge Removal Expense	18,261					18,261	
715	Purchased Power	27,825			5,888		21,937	
716	Fuel for Power Production	448			448			
718	Chemicals	7,326					7,326	
720	Materials and Supplies	9,314	230	279	196	1,335	4,931	2,290
731	Contractual Services-Engineering	42						
732	Contractual Services - Accounting	725						
733	Contractual Services - Legal	0						
734	Contractual Services - Mgt. Fees	5,773						
735	Contractual Services - Testing	5,367					5,367	
736	Contractual Services - Other	20,069	165			612	13,578	2,800
741	Rental of Building/Real Property	0						
742	Rental of Equipment	0						
750	Transportation Expenses	1,472						
756	Insurance - Vehicle	93						
757	Insurance - General Liability	975						
758	Insurance - Workman's Comp.	161						
759	Insurance - Other	296						
760	Advertising Expense	0						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense	0						
767	Regulatory Commission Exp.-Other	0						
770	Bad Debt Expense	0						
775	Miscellaneous Expenses	73,633						
Total Wastewater Utility Expenses		\$ 187,945	\$ (351)	\$ 309	\$ 7,381	\$ 3,630	\$ 78,783	\$ 7,407

UTILITY NAME:

AQUA UTILITIES FLORIDA, INC.

YEAR OF REPORT  
December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

## WASTEWATER UTILITY EXPENSE ACCOUNT MATRIX

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	\$ 48	\$ 913	\$	\$	\$	\$
703	Salaries and Wages - Officers, Directors and Majority Stockholders		608				
704	Employee Pensions and Benefits		3,080				
710	Purchased Sewage Treatment						
711	Sludge Removal Expense						
715	Purchased Power						
716	Fuel for Power Purchased						
718	Chemicals						
720	Materials and Supplies		53				
731	Contractual Services-Engineering		42				
732	Contractual Services - Accounting		725				
733	Contractual Services - Legal						
734	Contractual Services - Mgt. Fees		5,773				
735	Contractual Services - Testing						
736	Contractual Services - Other						
741	Rental of Building/Real Property	2,010	904				
742	Rental of Equipment						
750	Transportation Expenses		1,472				
756	Insurance - Vehicle		93				
757	Insurance - General Liability		975				
758	Insurance - Workman's Comp.		161				
759	Insurance - Other		296				
760	Advertising Expense						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense						
767	Regulatory Commission Exp.-Other						
770	Bad Debt Expense						
775	Miscellaneous Expenses		73,633				
Total Wastewater Utility Expenses		\$ 2,058	\$ 88,728	\$ 0	\$ 0	\$ 0	\$ 0

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO**CALCULATION OF THE WASTEWATER SYSTEM METER EQUIVALENTS**

WATER METER SIZE (a)	TYPE OF WATER METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF WATER METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	208	208
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	35	175
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				<u>496</u>

**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:

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

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 day.

**NOTE:** Total gallons treated includes both treated and purchased treatment.

ERC Calculation:

ERC=	19,077	gallons treated (omit 000), divided by
	365	days, divided by
	280	gallons per day
	<u>187</u>	ERC's

UTILITY NAME:

AQUA UTILITES FLORIDA, INC.

**YEAR OF REPORT**

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

### WASTEWATER TREATMENT PLANT INFORMATION

Provide a separate sheet for each wastewater treatment facility

Permitted Capacity	87,000		
Basis of Permit Capacity (1)	AADF		
Manufacturer	McNeill		
Type (2)	Extended Air		
Hydraulic Capacity	87,000		
Average Daily Flow	52,266		
Total Gallons of Wastewater Treated	19,077,000		
Method of Effluent Disposal	Percolation 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:

AQUA UTILITES FLORIDA, INC.

YEAR OF REPORT

December 31, 2006

SYSTEM NAME / COUNTY :

LAKE SUZY / CHARLOTTE AND DESOTO

### OTHER WASTEWATER SYSTEM INFORMATION

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

1. Present number of ERCs\* now being served \_\_\_\_\_ 496

2. Maximum number of ERCs\* which can be served \_\_\_\_\_ 498

3. Present system connection capacity (in ERCs\*) using existing lines \_\_\_\_\_ 498

4. Future connection capacity (in ERCs\*) upon service area buildout \_\_\_\_\_ 498

5. Estimated annual increase in ERCs\* \_\_\_\_\_ 10

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

If so, when? \_\_\_\_\_ N/A

9. Has the utility been required by the DEP or water management district to implement reuse? \_\_\_\_\_ No

If so, what are the utility's plans to comply with this requirement? \_\_\_\_\_ N/A

10. When did the company last file a capacity analysis report with the DEP? \_\_\_\_\_

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 construction begin? \_\_\_\_\_ N/A

d. Attach plans for funding the required upgrading.

e. Is this system under any Consent Order with DEP? \_\_\_\_\_ N/A

12. Department of Environmental Protection ID # \_\_\_\_\_ FLA 011964

\* An ERC is determined based on the calculation on S-11.

**Reconciliation of Revenue to  
Regulatory Assessment Fee Revenue  
Water Operations  
Class A & B**

**Company: AQUA UTILITIES FLORIDA, INC.**  
**For the Year Ended December 31, 2006**

**County:**  
**Certificate No.:**

**Charlotte/DeSoto**  
**599-W**

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. W-9	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Unmetered Water Revenues (460)	\$0	\$0	\$0
Total Metered Sales (461.1 - 461.5)	321,616	321,616	0
Total Fire Protection Revenue (462.1 - 462.2)	0	0	0
Other Sales to Public Authorities (464)	0	0	0
Sales to Irrigation Customers (465)	0	0	0
Sales for Resale (466)	0	0	0
Interdepartmental Sales (467)	0	0	0
Total Other Water Revenues (469 - 474)	890	890	0
<b>Total Water Operating Revenue</b>	<b>\$322,506</b>	<b>\$322,506</b>	<b>\$0</b>
<b>LESS: Expense for Purchased Water from FPSC-Regulated Utility</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Water Operating Revenues</b>	<b>\$322,506</b>	<b>\$322,506</b>	<b>\$0</b>

Explanations:

Certificate number per RAF return: 480-W

Instructions:

For the current year, reconcile the gross water revenues reported on Schedule W-9 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:** AQUA UTILITIES FLORIDA, INC.  
**For the Year Ended December 31, 2006**

**County:** Charlotte/DeSoto  
**Certificate No.:** 514-S

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues Per Sch. S-9	Gross Wastewater Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Total Flat-Rate Revenues (521.1 - 521.6)	\$0	\$0	\$0
Total Measured Revenues (522.1 - 522.5)	368,016	368,016	0
Revenues from Public Authorities (523)	0	0	0
Revenues from Other Systems (524)	0	0	0
Interdepartmental Revenues (525)	0	0	0
Total Other Wastewater Revenues (530 - 536)	0	0	0
Reclaimed Water Sales (540.1 - 544)	0	0	0
<b>Total Wastewater Operating Revenue</b>	<b>\$368,016</b>	<b>\$368,016</b>	<b>\$0</b>
<b>LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Wastewater Operating Revenues</b>	<b>\$368,016</b>	<b>\$368,016</b>	<b>\$0</b>

Explanations:

Certificate number per RAF return: 416-S

Instructions:

For the current year, reconcile the gross wastewater revenues reported on Schedule S-9 with the gross wastewater revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).