

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

WS350-04-AR
Tradewinds Utilities, Inc.
P. O. Box 5220
Ocala, FL 34478-5220

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2004

Collier & Company, P.A.

Certified Public Accountants

1111 N.E. 25th Avenue, Suite 204
Ocala, Florida 34470

Phone 352-732-5611
Fax 352-732-4697

Daniel J. Collier, C.P.A.
John G. Collier, C.P.A.

March 16, 2005

To the Board of Directors:
Tradewind Utilities, Inc.

We have compiled the 2004 Annual Report of Tradewind Utilities, Inc. in the accompanying prescribed form, in accordance with the Statements on Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the Florida Public Service Commission, information that is the representation of the company's management. We have not audited or reviewed the prescribed form referred to above and, accordingly, do not express an opinion or any other form of assurance on it.

This report is presented in accordance of the Florida Public Service Commission, which differ from generally accepted accounting principles. Accordingly, this report is not designed for those who are not informed about such differences.

Collier & Company, P.A.

TABLE OF CONTENTS

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

FINANCIAL SECTION

REPORT OF

(EXACT NAME OF UTILITY)

TRADEWINDS UTILITIES, INC.

P.O. BOX 5220 OCALA, FL 34478-5220

Mailing Address

1410 NE 8TH AVENUE OCALA FL 34470 MARION

Street Address

County

Telephone Number 352-622-4949

Date Utility First Organized 12/11/83

Fax Number 352-732-4366

E-mail Address CHARLIE@ALTERNATIVEPHONE.COM

Sunshine State One-Call of Florida, Inc. Member No. MIR598

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

☐ Individual

☒ Sub Chapter S Corporation

☐ 1120 Corporation

☐ Partnership

Name, Address and phone where records are located: 1410 NE 8TH AVENUE OCALA FL 34470 MARION

Name of subdivisions where services are provided: TRADEWINDS AND COUNTRYSIDE, MARION

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: CHARLES DEMENZES	PRESIDENT	P.O. BOX 5220 OCALA, FL 34478	
Person who prepared this report: DANIEL J. COLLIER P.A.	CPA	1111 NE 25TH AVE #204 OCALA FL 34470	
Officers and Managers: CHARLES DEMENZES	PRESIDENT	P.O. BOX 5220 OCALA, FL 34478	\$ 0
DEBORAH DILLON	VICE PRESIDENT	P.O. BOX 71 OCALA, FL 34478	\$ 0

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

Name	Percent Ownership in Utility	Principle Business Address	Salary Charged Utility
CHARLES DEMENZES	100%	12601 SE SUNSET HARBOR RD WEIRSDALE, FL 32195	\$
			\$
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: TRADEWINDS UTILITIES, INC.YEAR OF REPORT
DECEMBER 31, 2004

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_ _ _ _ _		\$ 89,864	\$ 129,109	\$ _____	\$ 218,973
Commercial_ _ _ _ _		31,387	65,030	_____	96,417
Industrial_ _ _ _ _		_____	_____	_____	_____
Multiple Family_ _ _ _ _		_____	_____	_____	_____
Guaranteed Revenues_ _ _		_____	_____	_____	_____
Other TURN ON/OFF		1,168	_____	_____	1,168
Total Gross Revenue_ _ _		\$ 122,419	\$ 194,139	\$ _____	\$ 316,558
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 56,734	\$ 164,719	\$ _____	\$ 221,453
Depreciation Expense_ _ _ _	F-5	31,474	31,281	_____	62,755
CIAC Amortization Expense_ _	F-8	(10,953)	(18,119)	_____	(29,072)
Taxes Other Than Income_ _ _		8,012	24,425	_____	32,437
Income Taxes_ _ _ _ _	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 85,267	202,306	_____	\$ 287,573
Net Operating Income (Loss)		\$ 37,152	\$ (8,167)	\$ _____	\$ 28,985
Other Income:					
Nonutility Income_ _ _ _ _		\$ _____	\$ _____	\$ _____	\$ _____
INTEREST		_____	_____	_____	_____
DIVIDENDS		_____	_____	_____	_____
LEASE INCOME		_____	_____	18,145	18,145
Other Deductions:					
Miscellaneous Nonutility Expenses_ _ _ _ _		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_ _ _ _ _		(15,808)	(28,429)	_____	(44,237)
Amort of loan costs		(1,061)	(674)	_____	(1,735)
Office life insurance		_____	_____	(7,400)	(7,400)
Net Income (Loss)		\$ 20,283	\$ (37,270)	\$ 10,745	\$ (6,242)

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ 2,119,680	\$ 2,097,326
Accumulated Depreciation and Amortization (108)_____	F-5,W-2,S-2	<u>887,526</u>	<u>824,771</u>
Net Utility Plant_____		\$ 1,232,154	\$ 1,272,555
Cash_____		58,170	54,625
Customer Accounts Receivable (141)_____		37,272	33,351
Other Assets (Specify):_____			
UNAMORTIZED DEBT DISCOUNT		19,656	21,391
PREPAID INSURANCE		0	0
INVESTMENTS & LOANS			20,000
DUE FROM RELATED PARTIES		<u>20,000</u>	<u>20,000</u>
Total Assets_____		\$ <u>1,367,252</u>	\$ <u>1,421,922</u>
Liabilities and Capital:			
Common Stock Issued (201)_____	F-6	200	200
Preferred Stock Issued (204)_____	F-6		
Other Paid in Capital (211)_____		152,630	152,630
Retained Earnings (215)_____	F-6	36,351	42,593
Proprietary Capital (Proprietary and partnership only) (218)_____	F-6		
Total Capital_____		\$ <u>189,181</u>	\$ <u>195,423</u>
Long Term Debt (224)_____	F-6	\$ 787,564	\$ 833,491
Accounts Payable (231)_____		30,367	5,362
Notes Payable (232)_____			
Customer Deposits (235)_____		20,958	19,978
Accrued Taxes (236)_____		14,245	13,994
Other Liabilities (Specify)_____			
RETURNED REFUND CHECKS		581	581
Advances for Construction_____			
Contributions in Aid of Construction - Net (271-272)_____	F-8	<u>324,356</u>	<u>353,093</u>
Total Liabilities and Capital_____		\$ <u>1,367,252</u>	\$ <u>1,421,922</u>

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 2004

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ 1,124,559	\$ 995,121	\$ _____	\$ 2,119,680
Construction Work in -----	_____	_____	_____	_____
Other (Specify) _____ _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____	_____ _____ _____
Total Utility Plant _____	\$ 1,124,559	\$ 995,121	\$ _____	\$ 2,119,680

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ 288,430	\$ 536,341	\$ _____	\$ 824,771
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ 31,474	\$ 31,281	\$ _____	\$ 62,755
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ 31,474	\$ 31,281	\$ _____	\$ 62,755
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Correction of disposal in 1998	0	0	0	0
Total Debits _____	\$ 0	\$ 0	\$ _____	\$ 0
Balance End of Year _____	\$ 319,904	\$ 567,622	\$ _____	\$ 887,526

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2004

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	1	N/A
Shares authorized _____	1000	
Shares issued and outstanding _____	200	
Total par value of stock issued _____	200	
Dividends declared per share for year _____		

RETAINED EARNINGS (215)

	Appropriated	Un- Appropriated
Balance first of year _____	\$ N/A	\$ 42,593
Changes during the year (Specify): LESS CURRENT YEAR INCOME (LOSS) _____		(6,242)
CHANGE IN UNREALIZED LOSS ON MARKETIBLE SECURITIES _____		
Balance end of year _____	\$	\$ 36,351

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ N/A	\$
Changes during the year (Specify): _____ _____ _____		
Balance end of year _____	\$	\$

LONG TERM DEBT (224)

Description of Obligation (Including Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
WACHOVIA BANK _____	7.00%	MO	\$ 299,665
STATE OF FLORIDA REVOLVING FUND _____	3.05%	MO	487,899
Total _____			\$ 787,564

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax _____	\$ _____	\$ _____	\$ _____	\$ _____
State income Tax _____	_____	_____	_____	_____
Taxes Other Than Income: _____	_____	_____	_____	_____
State ad valorem tax _____	_____	_____	_____	_____
Local property tax _____	_____	_____	_____	_____
Regulatory assessment fee _____	5509	8736	_____	14245
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Taxes Accrued _____	\$ 5509	\$ 8736	\$ _____	\$ 14245

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

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

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
MIRA INTERNATIONAL, INC.	\$ 11,821	\$ 20,987	MANAGEMENT & MAINTENANCE
AQUA PURE	\$ 3,585	\$ 7,306	PLANT OPERATION & TESTING
DANIEL J. COLLIER P.A.	\$ 1,305	\$ 1,375	ACCOUNTING & CONSULTING FEES
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ 327,505	\$ 520,994	\$ 848,499
2) Add credits during year _____	\$ 335	\$ 0	\$ 335
3) Total _____	327,840	520,994	848,834
4) Deduct charges during the year _____			
5) Balance end of year _____	327,840	520,994	848,834
6) Less Accumulated Amortization _____	192,761	331,717	524,478
7) Net CIAC _____	\$ 135,079	\$ 189,277	\$ 324,356

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

Report below all developers or contractors agreements from which cash or property was received during the year.		Indicate "Cash" or "Property"	Water	Wastewater
_____		_____	_____	_____
HOOKUP AND OTHER FEES		CASH	335	
_____		_____	_____	_____
_____		_____	_____	_____
Sub-total _____			\$ 335	\$ 0
Report below all capacity charges, main extension charges and customer connection charges received during the year.				
Description of Charge	Number of Connections	Charge per Connection		
_____	_____	\$ _____	\$ _____	\$ _____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ 335	\$ 0

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ 181,808	\$ 313,598	\$ 495,406
Add Credits During Year: _____			
Deduct Debits During Year: _____	10,953	18,119	29,072
Balance End of Year (Must agree with line #6 above.)	\$ 192,761	\$ 331,717	\$ 524,478

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

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31 2004

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (1)

NO AFUDC WAS CHARGED THIS YEAR THUS N/A

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	\$ _____	_____ %	_____ %	_____ %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	0.00 %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other (Explain)	_____	_____ %	_____ %	_____ %
Total	\$ _____	100.00 %		_____ %

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

APPROVED AFUDC RATE

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

WATER OPERATING SECTION

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31 2004

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization_____	\$ 482	\$ _____	\$ _____	\$ 482
302	Franchises_____	925	_____	_____	925
303	Land and Land Rights_____	182,500	_____	_____	182,500
304	Structures and Improvements_____	121,122	_____	_____	121,122
305	Collecting and Impounding Reservoirs_____	_____	_____	_____	_____
306	Lake, River and Other Intakes_____	_____	_____	_____	_____
307	Wells and Springs_____	_____	_____	_____	_____
308	Infiltration Galleries and Tunnels_____	59,753	_____	_____	59,753
309	Supply Mains_____	2,469	_____	_____	2,469
310	Power Generation Equipment_____	15,953	988	_____	16,941
311	Pumping Equipment_____	13,427	_____	_____	13,427
320	Water Treatment Equipment_____	681	_____	_____	681
330	Distribution Reservoirs and Standpipes_____	288,879	_____	_____	288,879
331	Transmission and Distribution Lines_____	258,917	934	_____	259,851
332	Pearld Britian Mains_____	23,093	_____	_____	23,093
333	Services_____	69,852	_____	_____	69,852
334	Meters and Meter Installations_____	53,481	12,781	_____	66,262
335	Hydrants_____	8,000	_____	_____	8,000
336	Backflow Prevention Devices_____	_____	_____	_____	_____
339	Other Plant and Miscellaneous Equipment_____	305	_____	_____	305
340	Office Furniture and Equipment_____	5,740	_____	_____	5,740
341	Transportation Equipment_____	2,795	_____	_____	2,795
342	Stores Equipment_____	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment_____	1,482	_____	_____	1,482
344	Laboratory Equipment_____	_____	_____	_____	_____
345	Power Operated Equipment_____	_____	_____	_____	_____
346	Communication Equipment_____	_____	_____	_____	_____
347	Miscellaneous Equipment_____	_____	_____	_____	_____
348	Other Tangible Plant_____	_____	_____	_____	_____
	Total Water Plant_____	\$ 1,109,856	\$ 14,703	\$ _____	\$ 1,124,559

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 2004

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f+g-h=i) (i)
304	Structures and Improvements	27	%	3.70%	\$ 28,842	\$	\$ 4,486	\$ 33,328
305	Collecting and Impounding Reservoirs		%					
306	Lake, River and Other Intakes	4	%	25.00%	482			482
301	1993 Rate Case Expense	29	%	3.45%	616		32	648
302	Franchises		%					
307	Wells and Springs							
308	Infiltration Galleries & Tunnels	15	%	6.67%	43,219		3,984	47,203
309	Supply Mains	32	%	3.13%	957		77	1,034
310	Power Generating Equipment	15	%	6.67%	13,287		326	13,613
311	Pumping Equipment	15	%	6.67%	12,490		91	12,581
320	Water Treatment Equipment	7	%	14.29%	681			681
330	Distribution Reservoirs & Standpipes	30	%	3.33%	51,417		9,630	61,047
331	Trans. & Dist. Mains	40	%	2.50%	79,598		6,485	86,083
332	Pearl Britian Mains	40	%	2.50%	7,361		577	7,938
333	Services	35	%	2.86%	20,390		1,996	22,386
334	Meter & Meter Installations	17	%	5.88%	17,505		3,025	20,530
335	Hydrants	20	%	5.00%	2,067		400	2,467
336	Backflow Prevention Devices							
339	Other Plant and Miscellaneous Equipment	6	%	16.67%	305			305
340	Office Furniture and Equipment	6	%	16.67%	5,740			5,740
341	Transportation Equipment	6	%	16.67%	2,214		332	2,546
342	Stores Equipment							
343	Tools, Shop and Garage Equipment	15	%	6.67%	1,259		33	1,292
344	Laboratory Equipment		%					
345	Power Operated Equipment		%					
346	Communication Equipment		%					
347	Miscellaneous Equipment		%					
348	Other Tangible Plant		%					
	Totals				\$ 288,430	\$ 0	\$ 31,474	\$ 319,904 *

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees_____	\$ 16,201
603	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	0
604	Employee Pensions and Benefits_____	1,044
610	Purchased Water_____	
615	Purchased Power_____	6,127
616	Fuel for Power Production_____	891
618	Chemicals_____	937
620	Materials and Supplies_____	0
630	Contractual Services:	
	Billing_____	11,821
	Professional_____	1,305
	Testing_____	150
	Other_____	3,585
640	Rents_____	3,900
650	Transportation Expense_____	
655	Insurance Expense_____	2,571
665	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	
670	Bad Debt Expense_____	0
675	Miscellaneous Expenses_____	8,202
	Total Water Operation And Maintenance Expense_____	\$ 56,734 *
	* This amount should tie to Sheet F-3.	

WATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
5/8"	D	1.0	475	475	475
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
General Service					
5/8"	D	1.0			
3/4"	D	1.5			
1"	D	2.5	37	28	70
1 1/2"	D,T	5.0			
2"	D,C,T	8.0	10	8	64
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers					
Other (Specify)					
Total			522	511	609
** D = Displacement C = Compound T = Turbine					

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT
DECEMBER 31, 2004

SYSTEM NAME: _____

PUMPING AND PURCHASED WATER STATISTICS

	Water Purchased For Resale (Omit 000's)	Finished Water From Wells (Omit 000's)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)]	Water Sold To Customers (Omit 000's)
(a)	(b)	(c)	(d)	(e)	(f)
January_____		3,116	437	2,679	2,679
February_____		3,399	523	2,876	2,876
March_____		2,986	51	2,935	2,935
April_____		3,779	3	3,776	3,776
May_____		4,105	35	4,070	4,070
June_____		3,434	34	3,400	3,400
July_____		3,207	87	3,120	3,120
August_____		2,620	62	2,558	2,558
September_____		2,732	67	2,665	2,665
October_____		3,022	39	2,983	2,983
November_____		3,377	214	3,163	3,163
December_____		3,025	98	2,927	0
Total for Year_____		38,802	1,650	37,152	34,225

If water is purchased for resale, indicate the following:

Vendor _____ NA

Point of delivery _____

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

MAINS (FEET)

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC	4"	4210			4210
PVC	6"	4270			4270
PVC	8"	13360			13360

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed_____	1983	1983	1990	_____
Types of Well Construction and Casing_____	STEEL GROUTED	STEEL GROUTED	STEEL GROUTED	_____
_____	_____	_____	_____	_____
Depth of Wells_____	285'	140'	164'	_____
Diameters of Wells_____	6"	6"	10"	_____
Pump - GPM_____	250	150	950	_____
Motor - HP_____	10	7.5	75	_____
Motor Type *_____	_____	_____	_____	_____
Yields of Wells in GPD_____	1000	1000	100000	_____
Auxiliary Power_____	WINCO GEN.	WINCO GEN.	_____	_____
* Submersible, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	STEEL	STEEL	STEEL	_____
Capacity of Tank_____	5,000	10,000	200,000	_____
Ground or Elevated_____	GROUND	GROUND	ELEVATED	_____

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
<u>Motors</u>				
Manufacturer_____	NA	_____	_____	_____
Type_____	_____	_____	_____	_____
Rated Horsepower_____	_____	_____	_____	_____
<u>Pumps</u>				
Manufacturer_____	_____	_____	_____	_____
Type_____	_____	_____	_____	_____
Capacity in GPM_____	_____	_____	_____	_____
Average Number of Hours Operated Per Day_____	_____	_____	_____	_____
Auxiliary Power_____	_____	_____	_____	_____

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day_____	798,000	310,000	1,728,000
Type of Source_____	WELL	WELL	WELL

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type_____	LIQUID CHLORINATED	LIQUID CHLORINATED	LIQUID CHLORINATED
Make_____	VT 100	VT 100	VT 100
Permitted Capacity (GPD)_____	504,000	360,000	1,728,000
High service pumping	NA	NA	NA
Gallons per minute_____	NA	NA	NA
Reverse Osmosis_____	NA	NA	NA
Lime Treatment			
Unit Rating_____	NA	NA	NA
Filtration			
Pressure Sq. Ft._____	NA	NA	NA
Gravity GPD/Sq.Ft._____			
Disinfection			
Chlorinator_____	YES	YES	YES
Ozone_____	NA	NA	NA
Other_____	NA	NA	NA
Auxiliary Power_____	YES	YES	YES

GENERAL WATER SYSTEM INFORMATION

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

1. Present ERC's * the system can efficiently serve. 291
2. Maximum number of ERCs * which can be served. 1600
3. Present system connection capacity (in ERCs *) using existing lines. 500
4. Future connection capacity (in ERCs *) upon service area buildout. 900
5. Estimated annual increase in ERCs *. 10
6. Is the utility required to have fire flow capacity? NO
If so, how much capacity is required? _____
7. Attach a description of the fire fighting facilities. NA
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.
NA

9. When did the company last file a capacity analysis report with the DEP? NA
10. If the present system does not meet the requirements of DEP rules, submit the following:
NA
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? _____
 - c. When will construction begin? _____
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? _____
11. Department of Environmental Protection ID # 3424620
12. Water Management District Consumptive Use Permit # 2-83-0008ANM2
 - a. Is the system in compliance with the requirements of the CUP? YES
 - b. If not, what are the utility's plans to gain compliance? _____

* An ERC is determined based on one of the following methods:

(a) If actual flow data are available from the preceding 12 months:

Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.

(b) If no historical flow data are available use:

ERC = (Total SFR gallons sold (omit 000/365 days/350 gallons per day).

WASTEWATER OPERATING SECTION

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2004

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ 947	\$ _____	\$ _____	\$ 947
352	Franchises_____	3,881	_____	_____	3,881
353	Land and Land Rights_____	93,388	_____	_____	93,388
354	Structures and Improvements_____	161,268	1,013	_____	162,281
355	Power Generation Equipment_____	_____	_____	_____	_____
357	Pearl Britain Force Mains_____	23,069	_____	_____	23,069
360	Collection Sewers - Force_____	9,705	_____	_____	9,705
361	Collection Sewers - Gravity_____	159,111	_____	_____	159,111
362	Special Collecting Structures_____	2,400	_____	_____	2,400
363	Services to Customers_____	64,155	_____	_____	64,155
364	Flow Measuring Devices_____	1,711	_____	_____	1,711
365	Flow Measuring Installations_____	_____	_____	_____	_____
370	Receiving Wells_____	167,914	2,213	_____	170,127
371	Pumping Equipment_____	_____	_____	_____	_____
380	Treatment and Disposal Equipment_____	120,022	4,425	_____	124,447
381	Plant Sewers_____	152,642	_____	_____	152,642
382	Outfall Sewer Lines_____	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment_____	4,676	_____	_____	4,676
390	Office Furniture and Equipment_____	5,397	_____	_____	5,397
391	Transportation Equipment_____	_____	_____	_____	_____
392	Stores Equipment_____	_____	_____	_____	_____
393	Tools, Shop and Garage Equipment_____	1,135	_____	_____	1,135
394	Laboratory Equipment_____	_____	_____	_____	_____
395	Power Operated Equipment_____	16,049	_____	_____	16,049
396	Communication Equipment_____	_____	_____	_____	_____
397	Miscellaneous Equipment_____	_____	_____	_____	_____
398	Other Tangible Plant_____	_____	_____	_____	_____
	Total Wastewater Plant_____	\$ 987,470	\$ 7,651	\$ _____	\$ 995,121 *

* This amount should tie to sheet F-5.

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f+g+h=i) (i)
354	Structures and Improvements	27	%	3.70%	\$ 38,725	\$	5,992	\$ 44,717
351	Organizational	29	%	3.45%	425		32	457
352	Franchises	3	%	33.33%	3,881		0	3,881
355	Power Generation Equipment	27	%	3.70%	11,099		854	11,953
357	Pearl Britian Force Mains	27	%	3.70%	6,726		359	7,085
360	Collection Sewers - Force	40	%	2.50%	57,893		3,978	61,871
361	Collection Sewers - Gravity	35	%	2.86%	960		68	1,028
362	Special Collecting Structures	35	%	2.86%	27,323		1,795	29,118
363	Services to Customers	17	%	5.88%	226		101	327
364	Flow Measuring Devices	18	%	5.56%	117,270		7,491	124,761
365	Flow Measuring Installations	15	%	6.67%	120,022		147	120,169
370	Receiving Wells	15	%	6.67%	127,722		10,176	137,898
371	Pumping Equipment		%					
380	Treatment and Disposal Equipment	35	%	2.86%	2,288		134	2,422
381	Plant Sewers	6	%	16.67%	5,397			5,397
382	Outfall Sewer Lines		%					
389	Other Plant and Miscellaneous Equipment	15	%	6.67%	897		37	934
390	Office Furniture and Equipment	10	%	10.00%	15,487		117	15,604
391	Transportation Equipment		%					
392	Stores Equipment		%					
393	Tools, Shop and Garage Equipment		%					
394	Laboratory Equipment		%					
395	Power Operated Equipment		%					
396	Communication Equipment		%					
397	Miscellaneous Equipment		%					
398	Other Tangible Plant		%					
	Totals				\$ 536,341	\$ 0	\$ 31,281	\$ 567,622 *

* This amount should tie to Sheet F-5.

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees_____	\$ 89,701
703	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	
704	Employee Pensions and Benefits_____	2,348
710	Purchased Wastewater Treatment_____	
711	Sludge Removal Expense_____	7,518
715	Purchased Power_____	16,327
716	Fuel for Power Production_____	
718	Chemicals_____	4,253
720	Materials and Supplies_____	0
730	Contractual Services:	
	Billing_____	20,987
	Professional _____	3,002
	Testing_____	7,544
	Other_____	
740	Rents_____	6,500
750	Transportation Expense_____	0
755	Insurance Expense_____	3,670
765	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	
770	Bad Debt Expense_____	0
775	Miscellaneous Expenses_____	2,869
	Total Wastewater Operation And Maintenance Expense_____	\$ 164,719 *
	* This amount should tie to Sheet F-3.	

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers Start of Year (d)	End of Year (e)	Number of or Equivalents (c x e) (f)
Residential Service	D	1.0	257	261	261
All meter sizes					
General Service	D D,T D,C,T D C T	1.0			
5/8"		1.5			
3/4"		2.5	26	26	65
1"		5.0			
1 1/2"		8.0	10	8	64
2"		15.0			
3"		16.0			
3"		17.5			
Unmetered Customers					
Other (Specify)					
Total			293	295	390

** D = Displacement
C = Compound
T = Turbine

PUMPING EQUIPMENT

Lift Station Number _____	1	2	3	4	5	
Make or Type and nameplate data on pump _____	PEABODY BARNES	PEABODY BARNES	PEABODY BARNES	PEABODY BARNES	PEABODY BARNES	
Year installed _____	1983	1983	1989	1989	1991	
Rated capacity _____	100 GPM	100 GPM	100 GPM	100 GPM	100 GPM	
Size _____	4"	4"	4"	4"	4"	
Power:						
Electric _____	ELECTRIC	ELECTRIC	ELECTRIC	ELECTRIC	ELECTRIC	
Mechanical _____						
Nameplate data of motor _____	2.8 HP 12.6 AMP	2.8 HP 12.6 AMP	2.6 HP 12.6 AMP	2.6 HP 12.6 AMP	5.0 HP 12.6 AMP	

SERVICE CONNECTIONS

Size (inches) _____	6"	4"				
Type (PVC, VCP, etc.) _____	PVC	PVC				
Average length _____	30'	30'				
Number of active service connections _____	281					
Beginning of year _____	276					
Added during year _____	5					
Retired during year _____						
End of year _____	281					
Give full particulars concerning inactive connections _____	N/A					

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains			
Size (inches) _____	8"	10"			4"			
Type of main _____	PVC	PVC			PVC			
Length of main (nearest foot) _____	5699	676			5170			
Beginning of year _____	5699	676			5170			
Added during year _____								
Retired during year _____								
End of year _____	5699	676			5170			

MANHOLES

Size (inches) _____	4'			
Type of Manhole _____	CONCRETE			
Number of Manholes:				
Beginning of year _____	55			
Added during year _____				
Retired during year _____				
End of Year _____	55			

TREATMENT PLANT

Manufacturer_____	MCNEIL	MARLOF	
Type_____	CONCRETE	CONCRETE	
"Steel" or "Concrete"_____	CONCRETE	CONCRETE	
Total Permitted Capacity_____	65000 GPD	50000 GPD	
Average Daily Flow_____	50932	COMBINED	
Method of Effluent Disposal_____	SPRAYFIELD	SPRAYFIELD	
Permitted Capacity of Disposal_____	81000 GPD	COMBINED	
Total Gallons of		COMBINED	
Wastewater treated_____	19,764 GPD	COMBINED	

MASTER LIFT STATION PUMPS

Manufacturer_____	N/A					
Capacity (GPM's)_____						
Motor:						
Manufacturer_____						
Horsepower_____						
Power (Electric or						
Mechanical)_____						

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January_____	1,674		1,674
February_____	1,566		1,566
March_____	1,674		1,674
April_____	1,620		1,620
May_____	1,674		1,674
June_____	1,620		1,620
July_____	1,674		1,674
August_____	1,674		1,674
September_____	1,620		1,620
October_____	1,674		1,674
November_____	1,620		1,620
December_____	1,674		1,674
Total for year_____	19,764		19,764

If Wastewater Treatment is purchased, indicate the vendor:

N/A

GENERAL WASTEWATER SYSTEM INFORMATION

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

1. Present number of ERCs* now being served. 193
2. Maximum number of ERCs* which can be served. 400
3. Present system connection capacity (in ERCs*) using existing lines. 250
4. Future connection capacity (in ERCs*) upon service area buildout. 400
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, provide a list of the reuse end users and the amount of reuse provided to each, if known. NA
8. If the utility does not engage in reuse, has a reuse feasibility study been completed? NO
If so, when? _____
9. Has the utility been required by the DEP or water management district to implement reuse? NO
If so, what are the utility's plans to comply with this requirement? _____
10. When did the company last file a capacity analysis report with the DEP? NA
11. If the present system does not meet the requirements of DEP rules, submit the following:
NA
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? _____
 - c. When will construction begin? _____
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? _____
12. Department of Environmental Protection ID # FLA010699-001

* An ERC is determined based on one of the following methods:

(a) If actual flow data are available from the preceding 12 months:

Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.

(b) If no historical flow data are available use:

ERC = (Total SFR gallons sold (omit 000/365 days/280 gallons per day).

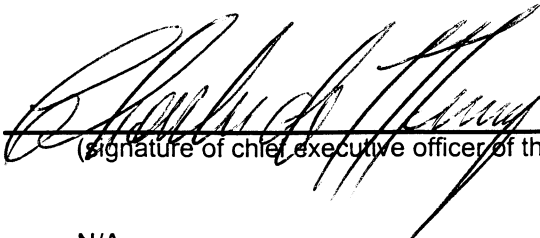
CERTIFICATION OF ANNUAL REPORT

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

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

s Certified

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



(signature of chief executive officer of the utility) *

1. 2. 3. 4.
☐ ☐ ☐ ☐

N/A
(signature of chief financial officer of the utility) *

* Each of the four items must be certified YES or NO. Each item need not be certified by both officers. The items being certified by the officer should be indicated in the appropriate area to the left of the signature.

Notice: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.