

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

TRADEWINDS UTILITIES, INC.

Exact Legal Name of Respondent

WS350

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2005

Collier & Company, P.A.

Certified Public Accountants

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Daniel J. Collier, C.P.A.

John G. Collier, C.P.A.

January 17, 2006

To the Board of Directors:
Tradewind Utilities, Inc.

We have compiled the 2005 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.

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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 2/11/83

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 1410 NE 8TH AVENUE SUITE 200 OCALA FL 34470	
Person who prepared this report: DANIEL J. COLLIER P.A.	CPA		
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	\$ \$ \$ \$ \$ \$

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 87,445	\$ 126,529	\$	\$ 213,974
Commercial_____		27,644	72,502		100,146
Industrial_____					
Multiple Family_____					
Guaranteed Revenues___					
Other TURN ON/OFF		960			960
Total Gross Revenue___		\$ 116,049	\$ 199,031	\$	\$ 315,080
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 59,176	\$ 161,556	\$	\$ 220,732
Depreciation Expense_____	F-5	34,197	38,132		72,329
CIAC Amortization Expense_	F-8	(11,805)	(22,048)		(33,853)
Taxes Other Than Income__		7,826	24,109		31,935
Income Taxes_____	F-7				
Total Operating Expense		\$ 89,394	201,749		\$ 291,143
Net Operating Income (Loss)		\$ 26,655	\$ (2,718)	\$	\$ 23,937
Other Income:					
Nonutility Income_____		\$	\$	\$	\$
INTEREST					
DIVIDENDS					
LEASE INCOME				18,689	18,689
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$	\$	\$	\$
Interest Expense_____		(13,825)	(26,817)		(40,642)
Amort of loan costs		(674)	(1,061)		(1,735)
Office life insurance				(14,801)	(14,801)
Net Income (Loss)		\$ 12,156	\$ (30,596)	\$ 3,888	\$ (14,552)

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ 2,135,184	\$ 2,119,680
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-2	<u>959,855</u>	<u>887,526</u>
Net Utility Plant _____		\$ 1,175,329	\$ 1,232,154
Cash _____		50,002	58,170
Customer Accounts Receivable (141) _____		37,308	37,272
Other Assets (Specify): _____			
UNAMORTIZED DEBT DISCOUNT		17,921	19,656
PREPAID INSURANCE		0	0
INVESTMENTS & LOANS		0	0
DUE FROM RELATED PARTIES		<u>500</u>	<u>20,000</u>
Total Assets _____		\$ 1,281,060	\$ 1,367,252
Liabilities and Capital:			
Common Stock Issued (201) _____	F-6	200	200
Preferred Stock Issued (204) _____	F-6		
Other Paid in Capital (211) _____		172,630	152,630
Retained Earnings (215) _____	F-6	21,799	36,351
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6	<u> </u>	<u> </u>
Total Capital _____		\$ <u>194,629</u>	\$ <u>189,181</u>
Long Term Debt (224) _____	F-6	\$ 738,728	\$ 787,564
Accounts Payable (231) _____		17,913	30,367
Notes Payable (232) _____			
Customer Deposits (235) _____		20,188	20,958
Accrued Taxes (236) _____		14,179	14,245
Other Liabilities (Specify) _____			
RETURNED REFUND CHECKS		581	581
Advances for Construction _____			
Contributions in Aid of Construction - Net (271-272) _____	F-8	<u>294,842</u>	<u>324,356</u>
Total Liabilities and Capital _____		\$ 1,281,060	\$ 1,367,252

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2005

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ 1,133,562	\$ 1,001,622	\$	\$ 2,135,184
Construction Work in -----				
Other (Specify) _____ _____ _____				
Total Utility Plant _____	\$ 1,133,562	\$ 1,001,622	\$	\$ 2,135,184

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ 319,904	\$ 567,622	\$	\$ 887,526
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ 34,197	\$ 38,132	\$	\$ 72,329
Salvage _____				
Other Credits (specify) _____ _____				
Total Credits _____	\$ 34,197	\$ 38,132	\$	\$ 72,329
<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
Total Debits _____	\$ 0	\$ 0	\$	\$ 0
Balance End of Year _____	\$ 354,101	\$ 605,754	\$	\$ 959,855

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2005

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	\$ 36,351
Changes during the year (Specify): LESS CURRENT YEAR INCOME (LOSS)		(14,552)
CHANGE IN UNREALIZED LOSS ON MARKETIBLE SECURITIES	_____	_____
Balance end of year _____	\$	\$ 21,799

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 Rate	# of Pymts	Principal per Balance Sheet Date
WACHOVIA BANK	9.00%	MO	\$ 277,031
STATE OF FLORIDA REVOLVING FUND	3.05%	MO	461,697
Total _____			\$ 738,728

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_____	5222	8957		14179
Other (Specify)_____				

Total Taxes Accrued_____	\$ <u>5222</u>	\$ <u>8957</u>	\$ _____	\$ <u>14179</u>

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

<p>Report all information concerning outside rate, management, construction, advertising, labor relations, public relations, or other similiar 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.</p>			
Name of Recipient	Water Amount	Wastewater Amount	Description of Service
MIRA INTERNATIONAL, INC.	\$ 11,025	\$ 19,975	MANAGEMENT
PRO TECH WATER	\$ 3,735	\$ 4,395	PLANT OPERATION & TESTING
COLLIER & COMPANY, P.A.	\$ 722	\$ 1,623	ACCOUNTING & CONSULTING FEES
MIRA INTERNATIONAL, INC.	\$ 3,675	\$ 6,125	RENT
MIRA INTERNATIONAL, INC.	\$ 1,225	\$ 1,225	INSURANCE
MIRA INTERNATIONAL, INC.	\$ 4,918	\$	MAINTENANCE
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ 327,840	\$ 520,994	\$ 848,834
2) Add credits during year _____	\$ 175	\$ 4,164	\$ 4,339
3) Total _____	328,015	525,158	853,173
4) Deduct charges during the year _____			
5) Balance end of year _____	328,015	525,158	853,173
6) Less Accumulated Amortization _____	204,566	353,765	558,331
7) Net CIAC _____	\$ 123,449	\$ 171,393	\$ 294,842

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	175	4,164
Sub-total _____		\$ 175	\$ 4,164
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.) _____		\$ 175	\$ 4,164

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ 192,761	\$ 331,717	\$ 524,478
Add Credits During Year: _____			
Deduct Debits During Year: _____	11,805	22,048	33,853
Balance End of Year (Must agree with line #6 above.)	\$ 204,566	\$ 353,765	\$ 558,331

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

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT	
DECEMBER 31	2005

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:	

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

UTILITY NAME: TRADEWINDS UTILITIES, INC.

YEAR OF REPORT DECEMBER 31, 2005

SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

NO AFUDC WAS CHARGED THIS YEAR THUS N/A

Class of Capital (a)	Per Book Balance (b)	Non-utility Adjustments (c)	Non-juris. Adjustments (d)	Other (1) Adjustments (e)	Capital Structure Used for AFUDC Calculation (f)
Common Equity	\$	\$	\$	\$	\$
Preferred Stock					
Long Term Debt					
Customer Deposits					
Tax Credits-Zero Cost					
Tax Credits-Weighted					
Cost of Capital					
Deferred Income Taxes					
Other (Explain)					
Total	\$	\$	\$	\$	\$

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

**WATER
OPERATING
SECTION**

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_____	16,941			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_____	259,851			259,851
332	Pearld Britian Mains	23,093			23,093
333	Services_____	69,852			69,852
334	Meters and Meter Installations_____	66,262	9,003		75,265
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_____	\$ 1,124,559	\$ 9,003	\$	\$ 1,133,562

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%	\$ 33,328	\$	\$ 4,486	\$ 37,814
305	Collecting and Impounding Reservoirs		%					
306	Lake, River and Other Intakes	4	%	25.00%	482		31	482
301	1993 Rate Case Expense	29	%	3.45%	648			679
302	Franchises		%					
307	Wells and Springs	15	%	6.67%	47,203		3,983	51,186
308	Infiltration Galleries & Tunnels	32	%	3.13%	1,034		77	1,111
309	Supply Mains	15	%	6.67%	13,613		1,129	14,742
310	Power Generating Equipment	15	%	6.67%	12,581		845	13,426
311	Pumping Equipment	7	%	14.29%	681			681
320	Water Treatment Equipment		%					
320	Distribution Reservoirs & Standpipes	30	%	3.33%	61,047		9,629	70,676
331	Trans. & Dist. Mains	40	%	2.50%	86,083		6,496	92,579
332	Pearl Britian Mains	40	%	2.50%	7,938		577	8,515
333	Services	35	%	2.86%	22,386		1,995	24,381
334	Meter & Meter Installations	17	%	5.88%	20,530		4,202	24,732
335	Hydrants	20	%	5.00%	2,467		400	2,867
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		249	5,740
341	Transportation Equipment	6	%	16.67%	2,546			2,795
342	Stores Equipment		%					
343	Tools, Shop and Garage Equipment	15	%	6.67%	1,292		98	1,390
344	Laboratory Equipment		%					
345	Power Operated Equipment		%					
346	Communication Equipment		%					
347	Miscellaneous Equipment		%					
348	Other Tangible Plant		%					
	Totals				\$ 319,904	\$ 0	\$ 34,197	\$ 354,101

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$ 14,700
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	0
604	Employee Pensions and Benefits	980
610	Purchased Water	
615	Purchased Power	7,795
616	Fuel for Power Production	55
618	Chemicals	1,113
620	Materials and Supplies	0
630	Contractual Services:	
	Billing	11,025
	Professional	1,068
	Testing	3,035
	Other	940
640	Rents	3,675
650	Transportation Expense	
655	Insurance Expense	4,124
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	
670	Bad Debt Expense	0
675	Miscellaneous Expenses	10,666
	Total Water Operation And Maintenance Expense	\$ 59,176 *

* 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	478	478	
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	28	28	70	
1 1/2"	D,T	5.0				
2"	D,C,T	8.0	8	9	72	
3"	D	15.0				
3"	C	16.0				
3"	T	17.5				
Unmetered Customers Other (Specify)						
** D = Displacement C = Compound T = Turbine			Total	511	515	620

SYSTEM NAME: _____

PUMPING AND PURCHASED WATER STATISTICS

(a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January_____		3,140	435	2,705	2,705
February_____		3,027	71	2,956	2,956
March_____		2,872	297	2,575	2,575
April_____		3,342	241	3,101	3,101
May_____		3,759	267	3,492	3,492
June_____		3,217	242	2,975	2,975
July_____		3,524	222	3,302	3,302
August_____		3,449	386	3,063	3,063
September_____		3,272	190	3,082	3,082
October_____		3,299	136	3,163	3,163
November_____		2,831	40	2,791	2,791
December_____		3,176	397	2,779	2,779
Total for Year_____		38,908	2,924	35,984	35,984

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 _____	185'	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 _____	LOWES/CAT	LOWES/CAT		
* 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. 282
2. Maximum number of ERCs * which can be served. 1600
3. Present system connection capacity (in ERCs *) using existing lines. 700
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 # 2995
 - 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**

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__	162,281			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_____	170,127	6,501		176,628
371	Pumping Equipment_____				
380	Treatment and Disposal Equipment_____	124,447			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_____	\$ 995,121	\$ 6,501	\$	\$ 1,001,622 *

* 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%	\$ 44,717	\$	6,010	\$ 50,727
351	Organizational	29		3.45%	457		32	489
352	Franchises	3		33.33%	3,881		0	3,881
355	Power Generation Equipment	27	%	3.70%	11,953		854	12,807
357	Pearl Britian Force Mains	27	%	3.70%	7,085		359	7,444
360	Collection Sewers - Force	40	%	2.50%	61,871		3,977	65,848
361	Collection Sewers - Gravity	35	%	2.86%	1,028		68	1,096
362	Special Collecting Structures	35	%	2.86%	29,118		1,833	30,951
363	Services to Customers	17	%	5.88%	327		342	669
364	Flow Measuring Devices		%					
365	Flow Measuring Installations	18	%	5.56%	124,761		9,550	134,311
370	Receiving Wells		%					
371	Pumping Equipment		%					
380	Treatment and Disposal Equipment	15	%	6.67%	120,169		4,278	124,447
381	Plant Sewers	15	%	6.67%	137,898		10,176	148,074
382	Outfall Sewer Lines		%					
389	Other Plant and Miscellaneous Equipment	35	%	2.86%	2,422		133	2,555
390	Office Furniture and Equipment	6	%	16.67%	5,397			5,397
391	Transportation Equipment		%					
392	Stores Equipment		%					
393	Tools, Shop and Garage Equipment	15	%	6.67%	934		75	1,009
394	Laboratory Equipment		%					
395	Power Operated Equipment	10	%	10.00%	15,604		445	16,049
396	Communication Equipment		%					
397	Miscellaneous Equipment		%					
398	Other Tangible Plant		%					
	Totals				\$ 567,622	\$ 0	\$ 38,132	\$ 605,754 *

* This amount should tie to Sheet F-5.

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$ 83,300
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	
704	Employee Pensions and Benefits	2,205
710	Purchased Wastewater Treatment	
711	Sludge Removal Expense	10,088
715	Purchased Power	17,833
716	Fuel for Power Production	
718	Chemicals	5,738
720	Materials and Supplies	0
730	Contractual Services:	
	Billing	19,975
	Professional	1,622
	Testing	4,519
	Other	640
740	Rents	6,125
750	Transportation Expense	0
755	Insurance Expense	5,950
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	0
775	Miscellaneous Expenses	3,561
	Total Wastewater Operation And Maintenance Expense	\$ 161,556

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Equivalent Customers (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service	D	1.0	261	267	267
All meter sizes					
General Service	D D D D,T D,C,T D C T	1.0 1.5 2.5 5.0 8.0 15.0 16.0 17.5	26 8	28 9	70 72
5/8"					
3/4"					
1"					
1 1/2"					
2"					
3"					
3"					
Unmetered Customers Other (Specify)					
Total			295	304	409

** 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					
Year installed _____	1983	1983	1989	1989	1991	
Rated capacity _____	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 Wastewater treated_____	20,382 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_____	1,607		1,607
February_____	1,740		1,740
March_____	1,542		1,542
April_____	1,706		1,706
May_____	1,792		1,792
June_____	1,627		1,627
July_____	1,886		1,886
August_____	1,685		1,685
September_____	1,673		1,673
October_____	1,823		1,823
November_____	1,595		1,595
December_____	1,706		1,706
Total for year_____	20,382		20,382

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. 199
2. Maximum number of ERCs* which can be served. 500
3. Present system connection capacity (in ERCs*) using existing lines. 600
4. Future connection capacity (in ERCs*) upon service area buildout. 900
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

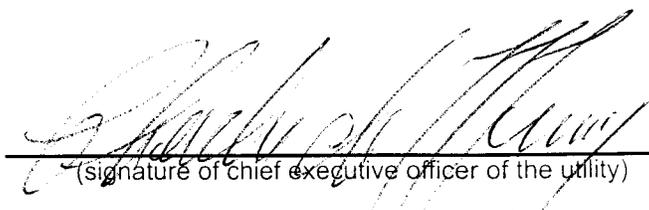
* An ERC is determined based on one of the following methods:
 (a) If actual flow data are available from the preceding 12 months:
 Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family 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="" 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="" 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="" 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="" 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. <input checked="" type="checkbox"/>	2. <input checked="" type="checkbox"/>	3. <input checked="" type="checkbox"/>	4. <input checked="" type="checkbox"/>	 _____ (signature of chief executive officer of the utility)	*
1. <input type="checkbox"/>	2. <input type="checkbox"/>	3. <input type="checkbox"/>	4. <input type="checkbox"/>	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.

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

Company: *TRAYEWINDS UTILITIES, INC*
For the Year Ended December 31, *2005*

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ <u>87,445</u>	\$ _____	\$ _____
Commercial	<u>27,644</u>	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	<u>960</u>	_____	_____
Total Water Operating Revenue	\$ <u>116,049</u>	\$ _____	\$ _____
LESS: Expense for Purchased Water from FPSC-Regulated Utility	_____	_____	_____
Net Water Operating Revenues	\$ <u>116,049</u>	\$ _____	\$ _____

Explanations:

Instructions:

For the current year, reconcile the gross water revenues reported on Schedule F-3 with the gross water revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).

