

CLASS "C"

WATER and/or WASTEWATER UTILITIES

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

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ANNUAL REPORT

OFFICIAL COPY
DIVISION OF
WATER AND SEWER

Arredondo Utility Company

EXACT LEGAL NAME OF RESPONDENT

549-W / 479-S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA

RECEIVED

JUL 19 2000

Florida Public Service Commission
Division of Water and Wastewater



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1999

Cronin, Jackson, Nixon & Wilson

CERTIFIED PUBLIC ACCOUNTANTS, P.A.

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July 3, 2000

Officers and Directors
Arredondo Utility Company

We have compiled the 1999 Annual Report of Arredondo Utility Company in the accompanying prescribed form, in accordance with Statements on Standards for 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 management of Arredondo Utility Company. We have not audited or reviewed the report referred to above and accordingly, do not express an opinion or any form of assurance on it.

This report is presented in accordance with the requirements 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

Cronin, Jackson, Nixon & Wilson

CRONIN, JACKSON, NIXON & WILSON

GENERAL INSTRUCTIONS

- 1 Prepare this report in conformity with the 1984 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30 115 (1), Florida Administrative Code.
- 2 Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA) Commission Rules and the definitions on next page.
- 3 Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
- 4 For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable". Do not omit any pages.
- 5 Where dates are called for, the month and day should be stated as well as the year.
- 6 All schedules requiring dollar entries should be rounded to the nearest dollar.
- 7 Complete this report by means which will result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
- 8 If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule in the report. Additional schedules should reference the appropriate schedules, state the name of the utility, and state the year of the report.
- 9 If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statement should be made at the bottom of the page or an additional page. Any additional pages should state the name of the utility, the year of the report, and reference the appropriate schedule.
- 10 The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceding year ending December 31.

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

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

GENERAL DEFINITIONS

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

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

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

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

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

DEPRECIATION - The loss of service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of utility plant in the course of service from causes which are known to be in the current operation and against which the utility is not protected by insurance. (Rule 25-30 140 (i), Florida Administrative Code)

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

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WATER)- (Rule 25-30.515 (8), Florida Administrative Code)

- (a) 350 gallons per day
- (b) The number of gallons a utility demonstrates in the average daily flow for a single family unit, or
- (c) The number of gallons which has been approved by the DEP for a single family residential unit.

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

GUARANTEED REVENUE CHARGE - A charge designed to cover the utility's costs including, but not limited to the cost of operation, maintenance, depreciation and any taxes, and to provide a reasonable return to the utility for facilities, a portion of which may not be used and useful to the utility or its existing customers. (Rule 25-30 515 (9), Florida Administrative Code)

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

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

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

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FINANCIAL SECTION

REPORT OF

Arredondo Utility Company

(Exact name of utility)

200 Corporate Center Drive, Suite 300	200 Corporate Center Drive, Suite 300
Coraopolis, PA 15108	Coraopolis, PA 15108
Mailing Address	Street Address

Telephone Number (412) 393-3625 Date Utility First Organized 04/01/81

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

Individual Sub Chapter S Corporation 1120 Corporation Partnership

Location where books and records are located 200 Corporate Center Drive, Suite 300
Coraopolis, PA 15108

Names of subdivisions where service is provided: Arredondo Estates Mobile Home Park, Arredondo Farms

CONTACTS

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence William C. Marsh	Controller	11100 Brittmore Park Drive Houston Texas 77041	
Person who prepared this report Cronin, Jackson, Nixon & Wilson	CPA's	2560 Gulf-to-Bay Blvd Clearwater, Fl	
Officers and Managers Donald J Clayton	President	11100 Brittmore Park Drive Houston Texas 77041	None
James Lahtinen	Vice President	Same	None
Martin J. Stanek	Secretary	Same	None
William C. Marsh	Controller	Same	None
Carey A. Thomas	Vice President/Asst Secretary	Same	None
Renee J. Cypher	Assistant Secretary	Same	None

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

Name	Percent Ownership In Utility	Principle Business Address	Salary Charged Utility
AquaSource Utility, Inc	100%	Water and Wastewater Service	None

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other (1)	Total Company
Gross Revenue					
Residential _____		\$ 130,451	\$ 70,656		\$ 201,107
Commercial _____		2,928	3,655		6,583
Industrial _____					
Multiple Family _____					
Guarenteed Revenues _____					
Other (Specify) _____		2,215	15		2,230
Total Gross Revenue _____		135,594	74,326	N/A	209,920
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	74,898	57,871		132,769
Depreciation Expense _____	F-5	14,900	10,171		25,071
CIAC Amortization Expense _____	F-8	(713)			(713)
Taxes Other Than Income _____	F-7	12,249	3,884		16,133
Income Taxes _____	F-7	12,624	885		13,509
Total Operating Expenses _____		113,958	72,811		186,769
Net Operating Income (Loss)		21,636	1,515		23,151
Other Income					
Nonutility Income _____					
Other Deductions					
Miscellaneous Nonutility Expenses _____		18,491	10,989		29,480
Interest Expense _____		467	466		933
Net Income (Loss)		\$ 2,678	\$ (9,940)	N/A	\$ (7,262)

COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
ASSETS:			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 563,317	\$ 534,558
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(310,996)	(285,925)
Net Utility Plant _____		252,321	248,633
Cash _____			25,504
Customer Accounts Receivable (14) _____		22,843	24,790
Other Assets (Specify):			
Deferred Rate Case Expense (Net)		1,852	5,555
Intercompany Receivable		52,877	
Unrecognized Acquisition Adjustments		560,113	
Total Assets _____		<u>\$ 890,006</u>	<u>\$ 304,482</u>
LIABILITIES AND CAPITAL:			
Common Stock Issued (201) _____	F-6	\$ 500	\$ 500
Preferred Stock Issued (204) _____	F-6		
Other Paid In Capital (211) _____		873,453	568,446
Retained Earnings (Deficit)(215) _____	F-6	(42,514)	(300,352)
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		831,439	268,594
Long Term Debt (224) _____	F-6		
Accounts Payable (231) _____			529
Notes Payable (232) _____			
Customer Deposits (235) _____		23,446	17,550
Accrued Taxes (236) _____	F-7	28,309	10,284
Other Liabilities (Specify)			
Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	6,812	7,525
Total Liabilities and Capital _____		<u>\$ 890,006</u>	<u>\$ 304,482</u>

UTILITY NAME Arredondo Utility Company

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 324,127	\$ 238,161	N/A	\$ 562,288
Construction Work In Progress (105) _____		1,029		1,029
Other (Specify) _____ Completed Const not Class	-	-		
Total Utility Plant _____	\$ 324,127	\$ 239,190	N/A	\$ 563,317

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 154,297	\$ 131,628	N/A	\$ 285,925
Add Credits During Year:				
Accruals charged to depreciation account _____	14,900	10,171		25,071
Salvage _____				
Other credits (specify) _____				
Total credits _____	14,900	10,171		25,071
Deduct Debits During Year:				
Book cost of plant retired _____				
Cost of removal _____				
Other debits (specify) _____				
Total debits _____				
Balance End of Year _____	\$ 169,197.00	\$ 141,799.00	N/A	\$ 310,996.00

UTILITY NAME: Arredondo Utility Company

YEAR OF REPORT
December 31, 1999

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	\$ 1 00	N/A
Shares authorized _____	500	
Shares issued and outstanding _____	500	
Total par value of stock issued _____	500	
Dividends declared per share for year _____	None	

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	N/A	\$ (300,352)
Charges during the year (specify):		
Current Year Loss _____		(7,262)
Close out prior owner retained earnings _____		265,100

Balance end of year _____		\$ (42,514)

PROPRIETARY CAPITAL (218)

	Proprietor or Partner	Partner
Balance first of year _____	N/A	N/A
Charges during the year (specify):		

Balance end of year _____		

LONG TERM DEBT (224)

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

UTILITY NAME: Arredondo Utility Company

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1 Balance first of year _____	\$ 15,916	N/A	\$ 15,916
2 Add credits during year _____			
3 Total _____	15,916		15,916
4 Deduct charges during year _____			
5 Balance end of year _____	15,916		15,916
6 Less Accumulated Amortization _____	9,104		9,104
7 Net CIAC _____	\$ 6,812		\$ 6,812

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

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

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

Total Credits During Year (Must agree with line # 2 above) _____				NONE	NONE

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ 8,391	N/A	\$ 8,391
Add Debits During Year _____	713		713
Deduct Credits During Year _____			
Balance End of Year (Must agree with line #6 above) _____	\$ 9,104		\$ 9,104

UTILITY NAME: Arredondo Utility Company

YEAR OF REPORT December 31, 1999

SCHEDULE "A"

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

CLASS OF CAPITAL (a)	Dollar Amount (1) (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	N/A	_____ %	_____ %	_____ %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	_____ %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other (Explain)	_____	_____ %	_____ %	_____ %
Total	_____	<u>100.00</u> %		_____ %

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

APPROVED AFUDC RATE

Current Commission approved AFUDC rate _____ %
Commission order approving AFUDC rate _____

**WATER
OPERATION
SECTION**

UTILITY NAME: Arredondo Utility Company

YEAR OF REPORT
December 31, 1999

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization _____	\$ -	\$ 13,865	\$ -	\$ 13,865
302	Franchises _____				
303	Land and Land Rights _____	2,960			2,960
304	Structure and Improvements _____	5,805			5,805
305	Collecting and Impounding Reservoirs _____				
306	Lake, River and Other Intakes _____				
307	Wells and Springs _____	9,519			9,519
308	Infiltration Galleries and Tunnels _____				
309	Supply Mains _____	3,398			3,398
310	Power Generation Equipment _____	30,068			30,068
311	Pumping Equipment _____	11,533			11,533
320	Water Treatment Equipment _____	27,387			27,387
330	Distribution Reservoirs and Standpipes _____	50,803			50,803
331	Transmission and Distribution Mains _____	76,531			76,531
333	Services _____	23,383			23,383
334	Meters and Meter Installations _____	58,303			58,303
335	Hydrants _____	2,288			2,288
339	Other Plant and Miscellaneous Equipment _____	1,018			1,018
340	Office Furniture and Equipment _____	2,599			2,599
341	Transportation Equipment _____	1,046			1,046
342	Stores Equipment _____				
343	Tools, Shop and Garage Equip _____	608			608
344	Laboratory Equipment _____				
345	Power Operated Equipment _____				
346	Communication Equipment _____				
347	Miscellaneous Equipment _____				
348	Other Tangible Plant _____	3,013			3,013
	Total Water Plant _____	\$ 310,262	\$ 13,865		\$ 324,127

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

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

ACCT. NO. (a)	ACCOUNT NAME (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of year (f-g+h=i) (i)
301	Organization_		%		\$	\$	173	\$ 173
302	Franchises_		%					
304	Structure and Improvements_	40	%	2.50	4.402		207	4,609
305	Collecting and Impounding Reservoirs_		%					
306	Lake, River and Other Intakes_		%					
307	Wells and Springs_	27	%	3.70	7.781		352	8,133
308	Infiltration Galleries and Tunnels_		%					
309	Supply Mains_	32	%	3.13	3.802		(404)	3,398
310	Power Generation Equipment_	17	%	5.88	7.613		1,768	9,381
311	Pumping Equipment_	17	%	5.88	3,440		678	4,118
320	Water Treatment Equipment_	17	%	5.88	12,900		1,611	14,511
330	Distribution Reservoirs and Standpipes_	30	%	3.33	17,002		1,691	18,693
331	Transmission and Distribution Mains_	38	%	2.63	49,725		2,012	51,737
333	Services_	35	%	2.86	12,004		669	12,673
334	Meters and Meter Installations_	12	%	8.33	30,240		4,857	35,097
335	Hydrants_	40	%	2.50	1,388		57	1,445
339	Other Plant and Miscellaneous Equipment_	20	%	5.00	706		50	756
340	Office Furniture and Equipment_	10	%	10.00	758		307	1,065
341	Transportation Equipment_	5	%	20.00	691		209	900
342	Stores Equipment_		%					
343	Tools, Shop and Garage Equipment_	10	%	10.00	219		61	280
344	Laboratory Equipment_		%					
345	Power Operated Equipment_		%					
346	Communication Equipment_		%					
347	Miscellaneous Equipment_		%					
348	Other Tangible Plant_	5	%	20.00	1,626		602	2,228
	Totals_				\$ 154,297		\$ 14,900	\$ 169,197

* This amount should tie to Sheet F-5

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees _____	\$ 523
603	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	
604	Employee Pensions and Benefits _____	156
610	Purchased Water _____	
615	Purchased Power _____	5 073
616	Fuel for Power Purchased _____	
618	Chemicals _____	492
620	Materials and Supplies _____	2 793
630	Contractual Services	
	Billing _____	
	Operator and Management _____	
	Testing _____	796
	Other _____	56 943
640	Rents _____	
650	Transportation Expense _____	130
655	Insurance Expense _____	
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	2 457
670	Bad Debt Expense _____	
675	Miscellaneous Expenses _____	5 535
	Total Water Operation and Maintenance Expense _____	\$ 74 898

* 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	10	563	517	517
3/4"	D	15			
1"	D	25			
1 1/2"	D,T	50			
General Service					
5/8"	D	10			
3/4"	D	15			
1"	D	25			
1 1/2"	D,T	50			
2"	D,C,T	80	2	2	16
3"	D	150			
3"	C	160			
3"	T	175			
Unmetered Customers		1.0			
Other (Specify)					
Total			565	519	533

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: Arredondo Utility Company
 SYSTEM NAME: Arredondo Farms/Arredondo Estates

YEAR OF REPORT
 December 31, 1999

PUMPING AND PURCHASED WATER STATISTICS

MONTH (a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January	N/A	3,233	161	3,072	3,568
February		2,925	146	2,779	2,378
March		3,437	172	3,265	2,731
April		3,750	188	3,562	3,371
May		4,145	207	3,938	3,372
June		4,313	216	4,097	3,782
July		2,738	137	2,601	2,544
August		4,151	208	3,943	3,272
September		4,122	206	3,916	3,799
October		3,946	197	3,749	2,907
November		4,044	202	3,842	3,565
December		3,917	196	3,721	2,918
Total for year	N/A	44,721	2,236	42,485	38,207

If water is purchased for resale, indicate the following

Vendor N/A
 Point of Delivery N/A

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

MAINS (Feet)

Kind of Pipe (Cast Iron, coated steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
Asbestos/Concrete	6"	1,525			1,525
Asbestos/Concrete	4"	6,950			6,950
Asbestos/Concrete	3"	3,850			3,850
Asbestos/Concrete	2"	4,900			4,900
Galvanized/PVC	6"	5,800			5,800
Galvanized/PVC	4"	1,125			1,125
Galvanized/PVC	2"	15,300			15,300

UTILITY NAME: Arredondo Utility Company
 SYSTEM NAME: Arredondo Farms/Arredondo Estates

YEAR OF REPORT
 December 31, 1999

WELLS AND WELL PUMPS
 (If Available)

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	AE #1 East 1996	AE #2 West 1996	AF 1970	AF Unknown
Types of Well Construction and Casing _____	Cable Tool Steel	Cable Tool Steel	Cable Tool Steel	Cable Tool Steel
Depth of Wells _____	150 ft	162 ft	125ft	143 ft
Diameters of Wells _____	6"	6"	8"	8"
Pump - GPM _____	120 GPM	120 GPM	250 GPM	250 GPM
Motor - HP _____	10	10	Unknown	Unknown
Motor Type * _____				
Yields of Wells in GPD _____	172,800 GPD	172,800 GPD	417,600 GPD	432,000 GPD
Auxillary Power _____				
* Submersable, centrifugal, etc				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	Pneumatic			
Capacity of Tank _____	20,000 Gal	Twin 5,000 Gal		
Ground of Elevated _____	Ground	Ground		

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
MOTORS				
Manufacturer _____	None			
Type _____				
Rated Horsepower _____				
PUMPS				
Manufacturer _____	None			
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)

Gallons per day of source _____	230 GPD	240 GPD	
Type of source _____	Floridan Aquifer	Floridan Aquifer	

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:

	Arredondo Estates	Arredondo Farms	
Type _____	Chlorinator	Chlorinator	
Make _____	Bailey-fisher & Porter	Bailey-fisher & Porter	
Permitted Capacity (GPD)	230 MGD	240 MGD	
High service pumping Gallons per minute _____ See Page W-5	Unknown	Unknown	
Reverse Osmosis _____	N/A	N/A	
Lime treatment Unit Rating _____	N/A	N/A	
Filtration Pressure Sq Ft _____	N/A	N/A	
Gravity GPD/Sq Ft _____	N/A	N/A	
Disinfection Chlorinator _____	X	X	
Ozone _____			
Other _____			
Auxiliary Power _____	Generator	Generator	

UTILITY NAME: Arredondo Utility Company
SYSTEM NAME: Arredondo Farms/Arredondo Estates

YEAR OF REPORT
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OTHER WATER SYSTEM INFORMATION

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

1	Present ERC's * the system can efficiently serve	579
2	Maximum number of ERC's * which can be served	579
3	Present system connection capacity (in ERC's *) using existing lines	579
4	Future connection capacity (in ERC's *) upon service area buildout	579
5	Estimated annual increase in ERC's* <u>25 but varies - Customers rent mobile home lots</u>	
6	Is the utility required to have fire flow capacity? <u>Unknown</u> If so, how much capacity is required? <u>Unknown</u>	
7	Attach a description of the fire fighting facilities. <u>5 Fire hydrants</u>	
8	Describe any plans and estimated completion dates for any enlargements or improvements of this system. <u>None</u>	
9	When did the company last file a capacity analysis report with the DEP? <u>None</u>	
10	If the present system does not meet the requirements of DEP rules, submit the following: a. Attach a description of the plant upgrade necessary to meet DEP rules. b. Have these plans been approved by DEP? _____ c. When will construction begin? _____ d. Attach plans for funding the required upgrading. e. Is this system under any Consent Order with DEP? _____	
11	Department of Environmental Protection ID # <u>2010041</u>	
12	Water Management District Consumptive Use Permit # <u>Estates 2001-0116, Farms 20010117</u>	
	a. Is the system in compliance with the requirements of the CUP? <u>Yes</u>	
	b. If not, what are the utility's plans to gain compliance? <u>N/A</u>	

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

**WASTEWATER
OPERATION
SECTION**

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ -	\$ 13,865		\$ 13,865
352	Franchises_____				
353	Land and Land Rights_____	7,232			7,232
354	Structure and Improvements_____	11,946			11,946
355	Power Generation Equipment_____				
360	Collection Sewers - Force_____				
361	Collection Sewers - Gravity_____	78,881			78,881
362	Special Collecting Structures_____				
363	Services to Customers_____	2,135			2,135
364	Flow Measuring Devices_____	635			635
365	Flow Measuring Installations_____				
370	Receiving Wells_____				
371	Pumping Equipment_____	19,856			19,856
380	Treatment and Disposal Equipment_____	99,406			99,406
381	Plant Sewers_____				
382	Outfall Sewer Lines_____				
389	Other Plant and Miscellaneous Equipment_____	663			663
390	Office Furniture and Equipment_____	1,257			1,257
391	Transportation Equipment_____	417			417
392	Stores Equipment_____				
393	Tools, Shop and Garage Equipment_____	311			311
394	Laboratory Equipment_____				
395	Power Operated Equipment_____				
396	Communication Equipment_____				
397	Miscellaneous Equipment_____				
398	Other Tangible Plant_____	1,557			1,557
	Total Sewer Plant_____	\$ 224,296	\$ 13,865	\$ -	\$ 238,161

should tie to Sheet F-5

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account Name (b)	Average Service Life in Years (c)	Average Salvage In Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
351	Organization_		%				173	173
352	Franchises_		%					
354	Structure and Improvements_	27	%	3.70	9,689		442	10,131
355	Power Generation Equipment_		%					
360	Collection Sewers - Force_		%					
361	Collection Sewers - Gravity_	40	%	2.50	51,647		1,972	53,619
362	Special Collecting Structures (Lift Stations)_		%					
363	Services to Customers_	35	%	2.90	1,466		61	1,527
364	Flow Measuring Devices_	5	%	20.00	680		(45)	635
365	Flow Measuring Installations_		%					
370	Receiving Wells (Lift Stations)_		%					
371	Pumping Equipment_	40	%	2.50	1,878		496	2,374
380	Treatment and Disposal Equipment_	15	%	6.70	64,905		6,631	71,536
381	Plant Sewers_		%					
382	Outfall Sewer Lines_		%					
389	Other Plant and Miscellaneous Equipment_	15	%	6.70	437		44	481
390	Office Furniture and Equipment_	10	%	10.00	438		126	564
391	Transportation Equipment_	5	%	20.00	281		84	365
392	Stores Equipment_		%					
393	Tools, Shop and Garage Equipment_	10	%	10.00	125		31	156
394	Laboratory Equipment_		%					
395	Power Operated Equipment_		%					
396	Communication Equipment_		%					
397	Miscellaneous Equipment_		%					
398	Other Tangible Plant_	5	%	20.00	82		156	238
	Totals_				131,628		10,171	141,799

* This amount should tie to Sheet F-5

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$ 637
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	
704	Employee Pensions and Benefits	191
710	Purchased Wsatewater Treatment	
711	Sludge Removal Expense	665
715	Purchased Power	3,736
716	Fuel for Power Purchased	
718	Chemicals	246
720	Materials and Supplies	3,163
730	Contractual Services	
	Operator and Management	19,867
	Testing	2,841
	Other	22,076
740	Rents	
750	Transportation Expense	65
755	Insurance Expense	
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	1,248
770	Bad Debt Expense	
775	Miscellaneous Expenses	3,136
	Total Wastewater Operation and Maintenance Expense	\$ 57,871

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
5/8"	D	1.0	315	289	289
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			
1 1/2"	D.T	5.0			
2"	D.C.T	8.0	2	2	16
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0			
Other (Specify)					
Total			317	291	305

** D = Displacement
C = Compound
T = Turbine

PUMPING EQUIPMENT

Lift station number _____	1	_____	_____	_____	_____	_____	_____
Make or type and nameplate data of pump _____	S4N	_____	_____	_____	_____	_____	_____
Year installed _____	1995	_____	_____	_____	_____	_____	_____
Rated capacity (GPM) _____	_____	_____	_____	_____	_____	_____	_____
Size (HP) _____	4"	_____	_____	_____	_____	_____	_____
Power _____	_____	_____	_____	_____	_____	_____	_____
Electric _____	x	_____	_____	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	4"	_____	_____	_____	_____	_____	_____
Type (PVC, VCP, etc) _____	_____	_____	_____	_____	_____	_____	_____
Average length _____	_____	_____	_____	_____	_____	_____	_____
Number of active service connections _____	291	_____	_____	_____	_____	_____	_____
Beginning of year _____	317	_____	_____	_____	_____	_____	_____
Added during year _____	(26)	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	291	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS AND MANHOLES

	Collecting Mains			Force Mains			
Size (inches) _____	8"	_____	_____	_____	_____	_____	_____
Type of main _____	Clay	_____	_____	_____	_____	_____	_____
Length of main (nearest foot) _____	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	20,300	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	20,300	_____	_____	_____	_____	_____	_____

MANHOLES:

Size _____	_____	_____	_____
Type _____	Brick	_____	_____
Number _____	_____	_____	_____
Beginning of year _____	38	_____	_____
Added during year _____	_____	_____	_____
Retired during year _____	_____	_____	_____
End of year _____	38	_____	_____

UTILITY NAME: Arredondo Utility Company

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TREATMENT PLANT

Manufacturer _____	McNeill	_____	_____
Type _____	Contact Stabilization	_____	_____
"Steel" or "Concrete" _____	Concrete	_____	_____
Total Capacity _____	60,000 GPD	_____	_____
Average Daily Flow _____	30,666	_____	_____
Effluent Disposal _____	Percolation Ponds	_____	_____
Total Gallons of Wastewater Treated _____	11,193,000	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer _____	N/A	_____	_____	_____	_____	_____
Capacity _____ (PM) _____	_____	_____	_____	_____	_____	_____
Motor _____	_____	_____	_____	_____	_____	_____
Manufacturer _____	_____	_____	_____	_____	_____	_____
Horsepower _____	_____	_____	_____	_____	_____	_____
Power (Electric or Mechanical) _____	_____	_____	_____	_____	_____	_____

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	855,000	None	855,000
February _____	985,000	_____	985,000
March _____	789,000	_____	789,000
April _____	860,000	_____	860,000
May _____	888,000	_____	888,000
June _____	860,000	_____	860,000
July _____	1,086,000	_____	1,086,000
August _____	1,053,000	_____	1,053,000
September _____	1,082,000	_____	1,082,000
October _____	954,000	_____	954,000
November _____	828,000	_____	828,000
December _____	953,000	_____	953,000
Total for year _____	11,193,000	_____	11,193,000

If Wastewater Treatment is purchased, indicate the vendor.

OTHER WASTEWATER SYSTEM INFORMATION

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

1 Present ERC's * that system can efficiently serve.	<u>331</u>
2 Maximum number of ERC's * which can be served	<u>331</u>
3 Present system connection capacity (in ERC's *) using existing lines	<u>331</u>
4 Future system connection capacity (in ERC's *) upon service area buildout.	<u>331</u>
5 Estimated annual increase in ERC's *	<u>25 but varies - Customers rent mobile home lots</u>
8 Describe any plans and estimated completion dates for any enlargements or improvements of this system	<u>None</u>
7 If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known.	
8. If the utility does not engage in reuse, has a reuse feasibility study been completed?	<u>No</u>
<u>N/A</u>	
9 Has the utility been required by the DEP or water management district to implement reuse?	<u>N/A</u>
If so, what are the utility's plans to comply with the DEP?	<u>N/A</u>
10. When did the company last file a capacity analysis report with the DEP?	<u>N/A</u>
11 If the present system does not meet the requirements of DEP rules:	
a Attach a description of the plant upgrade necessary to meet the DEP rules	
b Have these plans been approved by DEP?	<u>N/A</u>
c When will co <u>N/A</u>	
d Attach plans for funding the required upgrading.	<u>N/A</u>
e Is this system under any Consent Order othe DEP?	<u>N/A</u>
11 Department of Environmental Protection ID #	<u>DO01-176465</u>

Use one of the following methods:

(a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.

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

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

UTILITY NAME: Arredondo Utility Company

YEAR OF REPORT
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CERTIFICATION OF ANNUAL REPORT

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

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

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

N/A
(signature of chief executive officer of the utility)

(X)	(X)	(X)	(X)
-------	-------	-------	-------

William C. ...
(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.