

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

OFFICIAL COPY

Public Service Commission

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CFAT H20, Inc.

PO Box 5220

Ocala, FL 34478-5220

Certificate Number WS719

Submitted To The

STATE OF FLORIDA

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED

12/31/2016

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ACCOUNTING & FINANCE

C.F.A.T. H2o, INC.

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C.F.A.T.H2o, INC.

FINANCIAL SECTION

REPORT OF

CFAT H2O, INC.
PO BOX 5220
OCALA, FL 34478-5220

1552 SW 7th Road MARION COUNTY

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

Telephone Number 352-622-4949

Date Utility First Organized

10/28/2003

Filed with the Internal Revenue Service as 1120S Corporation

Name, Address and phone where records are located 1552 SW 7th Road Ocala, FL 34471

Florida (352) 622-4949 c/o Tradewinds Utilities, Inc.

Subdivision where service is provided: **Landfair and Hilltop Manor**

CONTACTS

Name	Title	Principal Business Address	Salary Charged
Person to send Correspondence Charles deMenzes	President	P.O. Box 5220 Ocala, FI 34478	0
Person who prepared this report Charles deMenzes	President	P.O. Box 5220 Ocala, FI 34478	12000
Officers and Managers			
Charles deMenzes	President	P.O. Box 5220 Ocala, FI 34478	22,500
Deborah Dillon	Vice Pres	P.O. Box 5220 Ocala, FI 34478	12,500

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 of Ownership in Utility	Principal Business Address	Salary Charged
Charles deMenzes Revocable Trust	100	P.O. Box 5220 Ocala, FI 34478	0

UTILITY NAME **CFAT H2O, INC**

YEAR OF REPORT December 31, 2016

INCOME STATEMENT

ACCOUNT NAME	REF Page	WATER	WASTEWATER	OTHER	TOTAL COMPANY
Gross Revenue					
Residential		70,563	74,438		145,001
Commercial		5,402	32,631		38,033
Other (specify)		1,913			1,913
Turn on Charges					
Total Gross Revenue		77,878	107,069		184,947
Operation Expense (Must tie to Pages W-3 & S-3)	W-3 S-3	50,465	91,907		142,372
Depreciation Expense	F-5	23,666	13,571		37,237
Amortization Expense	F-8	(5,629)	(10,398)		(16,027)
Taxes other than Income	F-7	1,127	1,572		2,699
Reg Assessment Fees	F-7	3,505	4,818		8,323
Total Operating Expenses		73,134	101,470		174,604
Net Operating Income (Loss)		4,744	5,599		10,343
Other Income: Non Utility Income					
Other Deductions:					
Interest Expense		80			80
Amort of Loan Costs					-
Amort of Rate Case Exp					-
Net Income (Loss)		4,664	5,599		10,263

UTILITY NAME **CFAT H2O, INC.****YEAR OF REPORT****December 31, 2016****COMPARATIVE BALANCE SHEET**

Account Name	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105)	F-5,W-1,S-1	932,517	929,678
Accumulated Depreciation and Amortization (108)	F-5,W-2,S-3	(537,782)	(500,556)
Net Utility Plant:		394,735	429,122
Cash		3,389	10,631
Customer Accts Receivable (141)		23,635	23,012
Other Assets			
Utility Deposit		2,040	2,040
Prepaid Rate Cse Expense			
Plant Held for Future Use		4,250	4,250
Acquisition Adjustment, net		44,123	47,524
Total Assets		472,172	516,579
Liabilities & Capital			
Common Stock Issued (201)	F-6	200	200
Preferred Stock Issued (204)	F-6		
Other Paid in Capital (211)		640,187	674,839
Retained Earnings (215)	F-6	(328,045)	(338,219)
Total Capital		312,342	336,820
Long Term Debt (224)	F-6	-	
Accounts Payable (231)		8,310	8,628
Notes Payable (232)			
Customer Deposits (235)		28,219	27,600
Accrued Taxes (236)			
Other Liabilities (Specify)		100	
Refund Checks Returned		1,522	1,522
Stockholder Loan			
Management Fee Payable		27,445	31,748
Contributions in Aid of Construction-Net (271-272)	F-8	94,234	110,261
Total Liabilities & Capital		472,172	516,579

UTILITY NAME **CFAT H2O, INC**

YEAR OF REPORT December 31, 2016

GROSS UTILITY PLANT

Plant Accounts (101-107) Inclusive	Water	Wastewater	Total
Utility Plant in Service (101)	547,601	382,077	929,678
ADDITIONS	2,839		2,839
			-
			-
			-
			-
Total Utility Plant	550,440	382,077	932,517

ACCUMULATED DEPRECIATION AND AMORTIZATION OF UTILITY PLANT

Account (108)	Water	Wastewater	Total
Balance first of Year	256,096	244,460	500,556
Add Credits During Year	23,666	13,560	37,226
Accruals charged to Depreciation Account			-
Total Credits	279,762	258,020	537,782
Deduct Debits During Year			-
			-
Balance End of year	279,762	258,020	537,782

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT
December 31, 2016

CAPITAL STOCK (201-204)

	Common Stock	Preferred Stock
Par or stated value per share	1.00	
Shares authorized	200	
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		(338,319)
Changes during the year (specify) per Auditor Report		
Less Current Year operating profit		10,274
Accounting transfer to Capital Acct		
Balance End of year		(328,045)

LONG TERM DEBT (224)

Description of Obligation (Including Nominal Date of Issue and Date of Maturity)	Interest Rate Pymts	Principal per Balance Sheet Date
Total		0

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT
December 31, 2016

TAX EXPENSE

	Water (b)	Wastewater ©	Other (d)	Total (e)
Income Taxes:				-
Federal income tax_____				
State income Tax_____				
Taxes Other Than Income:				-
County ad valorem tax_____	1,127	1,572		2,699
Payroll Tax Expense_____				-
Other tax_____				-
Regulatory assessment fee____	3,505	4,818		8,323
Other (Specify)_____				

Total Tax Expense_____	4,632	6,390		11,022

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

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

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
MIRA International, Inc.	13,445	14,000	Management & Maintenance
Steve GS	5186	5,871	Plant operation
Adams & Co	738	3,238	Accounting Fees

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT
December 31, 2016

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater ©	Total (d)
1) Balance first of year	125,836	262,882	388,718
2) Add Credits during year			-
3) Total	125,836	262,882	388,718
4) Deduct charges during year			
5) Balance end of year	125,836	262,882	388,718
6) Less Accumulated Amortization	(92,546)	(201,938)	(294,484)
7) Net CIAC	33,290	60,944	94,234

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year	(86,917)	(191,540)	(278,457)
Add Credits During Year	(5,629)	(10,398)	(16,027)
Deduct Debits During Year			
Balance End of Year (must agree with line #6 above)	(92,546)	(201,938)	(294,484)

UTILITY NAME CFAT H2O, INC.

YEAR OF REPORT December 31, 2016

Schedule "A"

Schedule of Cost of Capital used for AFUDC Calculation

N/A

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2016

Schedule "B"

Schedule of Capital Structure Adjustments

N/A

C.F.A.T.H₂O, INC.

WATER OPERATING SECTION

UTILITY NAME CFAT H2O, INC.

YEAR OF REPORT
December 31, 2016

WATER UTILITY PLANT ACCOUNTS

ACCT NO. (a)	ACCOUNT DESCRIPTION (b)	PREVIOUS YEAR ©	ADDITIONS (d)	DELETIONS (e)	CURRENT YEAR (f)
301	ORGANIZATIONAL	-			-
302	FRANCHISES	-			-
303	LAND AND LAND RIGHTS	19,500			19,500
304	STRUCTURE AND IMPROVEMENTS	2,029			2,029
307	WELL AND SPRINGS	38,888			38,888
310	POWER GENERATION EQUIPMENT	22,587			22,587
311	PUMPING EQUIPMENT	115,816	694		116,510
320	WATER TREATMENT EQUIPMENT	13,314			13,314
330	DIST RESERVOIR & STANDPIPES	201,106			201,106
331	TRANSMISSION & DISTRIBUTION MAINS	71,569			71,569
333	SERVICES	15,635			15,635
334	METER AND METER INSTALLATIONS	46,950	2,145		49,095
343	TOOL SHOP AND GARAGE EQUIPMENT	207			207
	TOTALS	547,601	2,839	-	550,440

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT
December 31, 2016

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

ACCT NO.	ACCOUNT DESCRIPTION	AVERAGE SERVICE LIFE	DEPR RATE APPLIED	ACCUM BALANCE PREV YR	DEBITS	CREDITS	ACCUM DEPR BALANCE
(a)	(b)	©	(d)	(e)	(f)	(g)	(h)
301	ORGANIZATIONAL	5	20.0000				-
302	FRANCHISES	29	3.4483				-
304	STRUCTURES & IMPROV	27	3.7037	648		75	723
307	WELL PUMPS (15HP)	27	3.7037	19,413		1,438	20,851
310	POWER GENERATION EQ	15	6.6667	15,139		1,505	16,644
311	PUMPING EQUIPMENT	15	6.6667	69,769		7,728	77,497
320	WATER TREATMENT EQ	11	9.0909	7,838		1,210	9,048
330	DISTRIBUTION RESERVOIR	30	3.3333	70,977		6,703	77,680
331	TRANS & DIST MAINS	40	2.5000	39,830		1,789	41,619
333	SERVICES	35	2.8571	11,597		446	12,043
334	METERS & METER INSTAL	17	5.8824	20,678		2,772	23,450
335	HYDRANTS	40	2.5000	-			-
339	OTHER PLANT & MISC EQ	20	5.0000				-
340	OFFICE FURNITURE & EQ	6	16.6667	-			-
341	TRANSPORTATION EQ	5	20.0000	-			-
343	TOOL,SHOP & GARAGE	15	6.6667	207			207
	TOTALS			256,096	-	23,666	279,762

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2016
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WATER OPERATION AND MAINTENANCE EXPENSE

ACCT NO.	ACCOUNT NAME	AMOUNT
603	SALARIES & WAGES OFFICERS	27,000
615	PURCHASED POWER	1,940
616	FUEL FOR POWER PRODUCTION	95
618	CHEMICALS	723
631	CONTRACTUAL EXPENSE (ENGINEERING, ACCOUNTING)	738
630	CONTRACTUAL EXPENSE BILLING	
635	CONTRACTUAL SERVICES - OPERATIONS	5,186
635	CONTRACTUAL SERVICES - TESTING	175
655	INSURANCE EXPENSE	
675	OFFICE SUPPLIES	
675	BANK SERVICE CHARGES	1,089
675	MAINTENANCE EXPENSE	559
675	MISCELLANEOUS EXPENSE	11,960
675	Dep Exp	1,000
	TOTAL OPERATION AND MAINTENANCE EXPENSE	50,465

WATER CUSTOMERS

DESCRIPTION (a)	TYPE OF METER (b)	EQUIVALENT FACTOR ©	NUM OF ACTIVE CUSTOMERS START OF YR (d)	END OF YR (e)	TOT NUMER OF EQUIVALENT (c x e)
5/8"	D	1.0	217	217	217
3/4"	D	1.5			
1"	D	2.5	4	4	10
2"	D	8.0			
		TOTAL	221	221	227

PUMPING AND PURCHASED WATER STATISTICS

(a)	Water Purchased for Resale (omit 000) (b)	Finished water from Wells (omit 000) ©	Accounted for loss thru line flushing etc. (omit 000) (d)	Total Water Pumped and Purchased (omit 000) (e)	Water sold to Customers (omit 000) (f)
January	None	668	-	668	668
February	"	635	-	635	635
March	"	669	-	669	669
April	"	677	-	677	677
May	"	641	-	641	641
June	"	686	-	686	686
July	"	662	-	662	662
August	"	700	-	700	700
September	"	780	-	780	780
October	"	703	-	703	703
November	"	687	-	687	687
December	"	692	2	690	690
Total for Year	None	8,200	2	8,198	8,198

MAINS (Feet)

Kind of Pipe	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC - 16 years	6"	4270	0	0	4270
PVC - 16 years	4"	4210	0	0	4210
PVC - 16 years	8"	13360	0	0	13360

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2016

WELLS AND WELL PUMPS

(a)	(b)	©	(d)
Year Constructed	1989	2006	
Type fo well construction and casing.	Steel Grouted	Steel Grouted	
Depth of Wells	160'	160'	
Diameters of Wells	8"	8"	
Pump GPM	250	250	
Motor HP	10	10	
Yields of Wells in GPD	15,000	15,000	
Auxiliary Power	Diesel Gen	Diesel Gen	

RESERVOIRS

(a)	(b)	©	
Description	Steel	Steel	
Capacity of Tank	20,000	200,000	
Ground or Elevated	Ground	Ground	

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT

December 31, 2016

SOURCE OF SUPPLY

List for each source of supply:	
Gals. per day of source	100,000
Type of Source	Well

WATER TREATMENT FACILITIES

List for each water treatment facility:	
Type	Liquid Chlorinated
Make	VT 100
Gals per day	100,000
Method of Measurement	Flow meter

OTHER WATER SYSTEMS INFORMATION

Furnish information below for each system not physically connected with another facility.

1. Present ERC's * now being served **227**
2. Maximum ERC's * that system can efficiently serve **250**
3. Present system connection capacity (In ERC's) using existing lines **250**
4. Future connection capacity (in ERC's) upon service area buildout **350**
5. Estimated annual increase in ERC's **2**
6. List fire fighting facilities and capacities **200,000 Gal Ground Storage Tank & Triplex Pumps**
7. Attach a description of the fire fighting facilities = **one (1) Hydrant at a gas station.**
8. What is the current need for system upgrading and/or expansion? **NONE**
9. When did the company last file a capacity analysis report with the DEP? **Unknown**
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 upgrades
 - e. Is this system under a Consent Order with DEP **NO**
11. Department of Environmental Protection ID #. **3424620**
12. Water Management District ID # **2-83-0220AN**
 - 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

* ERC = (Total Gallons Sold / 365 days / 350 Gallons per Day

** TOTAL PLANT CAPACITY / 350

C.F.A.T.H₂O, INC.

SEWER OPERATING SECTION

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2016

SEWER UTILITY PLANT ACCOUNTS

ACCT NO. (a)	ACCOUNT DESCRIPTION (b)	PREVIOUS YEAR ©	ADDITIONS (d)	DELETIONS (e)	CURRENT YEAR (f)
351	ORGANIZATIONAL	2,500			2,500
352	FRANCHISES	2,062			2,062
353	LAND & LAND RIGHTS	39,000			39,000
354	STRUCTURES AND IMPROVEMENTS	11,659			11,659
360	FORCE MAIN COLL LINES	81,058			81,058
361	GRAVITY FEED COLL LINES	45,657			45,657
362	SPECIAL COLL STRUCTURES	17,856			17,856
363	SERVICES TO CUSTOMERS	8,500			8,500
364	FLOW MEASURING DEVICES	90			90
365	FLOW MEASURING INSTALLATIONS	5,610			5,610
370	RECEIVING WELL - MANHOLES, LIFT STATIONS	145,538			145,538
380	TREATMENT AND DISPOSAL EQ	22,547			22,547
389	OTHER PLANT & MISC EQUIP	-			-
390	OFFICE FURNITURE & EQUIP	-			-
393	TOOLS, SHOP & GARAGE EQUIP	-			-
	TOTALS	382,077	-		382,077

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2016

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT -SEWER

ACCT NO.	ACCOUNT DESCRIPTION	AVERAGE SERVICE LIFE	DEPR RATE APPLIED	ACCUM BALANCE PREV YR	DEBITS	CREDITS	ACCUM DEPR BALANCE
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
351	ORGANIZATIONAL	5	20.0000	2,500			2,500
352	FRANCHISES	3	33.3333	2,062			2,062
354	STRUCTURES AND IMPROV	27	3.7037	7,170		431	7,601
360	FORCE MAIN COLL LINES	27	3.7037	49,471		3,002	52,473
361	GRAVITY FEED COLL LINES	40	2.5000	31,737		1,141	32,878
362	SPECIAL COLL STRUCTURES	35	2.8571	12,903		510	13,413
363	SERVICES TO CUSTOMERS	35	2.8571	7,027		242	7,269
364	FLOW MEASURING DEVICES	5	20.0000	90			90
365	FLOW MEASURING INSTAL	35	2.8571	4,607		160	4,767
370	RECEIVING WELL - MANHOLES LIFT STATIONS	18	5.5556	104,346		8,085	112,431
380	TREATMENT AND DISPOSAL EQ	15	6.6667	22,547			22,547
389	OTHER PLANT & MISC EQUIP	15	6.6667				
390	OFFICE FURNITURE & EQUIP	6	16.6667				
393	TOOLS, SHOP & GARAGE EQUIP	15	6.6667				
	TOTALS			244,460	0	13,571	258,031

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2016

SEWER OPERATION AND MAINTENANCE EXPENSE

ACCT NO.	ACCOUNT NAME	AMOUNT
703	SALARIES & WAGES OFFICERS	51,000
711	SLUDGE REMOVAL EXPENSE	9,642
715	PURCHASED POWER	11,350
718	CHEMICALS	5,137
731	PROFESSIONAL FEES (ENGINEERING - ACCOUNTING)	3,238
730	CONTRACTUAL SERVICES SEWER	5,870
735	CONTRACTUAL EXPENSE - PROFESSIONAL	
775	BANK SERVICE CHARGES	1,066
775	MISC EXPENSE	3,604
775	DEP Permit Fees	1,000
	 TOTAL OPERATION AND MAINTENANCE EXPENCE	 91,907

WASTEWATER CUSTOMERS

DESCRIPTION (a)	TYPE OF METER (b)	EQUIVALENT FACTOR ©	NUM OF ACTIVE CUSTOMERS		TOT NUMER OF EQUIVALENT (c x e)
			START OF YR (d)	END OF YR (e)	
5/8"	D	1.0	218	217	217
3/4"	D	1.5			
1"	D	2.5	3	4	10
2"	D	8.0			
		TOTAL	221	221	227

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT
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PUMPING EQUIPMENT

Lift Station Number	1	2	3&4
Name or Type and Nameplate data of pump	STA-RITE	STA-RITE	STA-RITE
Year Installed	1990	1990	2000
Rated Capacity	100 GPM	100 GPM	80 GPM
Size	4"	4"	4"
Power	Electric	Electric	Electric
Nameplate Data of Motor	2.8 HP 12.6 AMP	2.8 HP 12.6 AMP	5 HP

SERVICE CONNECTIONS

Size (inches)	4"
Type	PVC
Average Length	30'
Number of Active Service Connections	
Beginning of Year	120
Added during Year	0
Retired during Year	
End of Year	120
Age	16 years

COLLECTING AND FORCE MAINS

	Collecting Mains	Collecting Mains	Force Mains
Size (inches)	8"	6"	4"
Type of Main	PVC	PVC	PVC
Length of Main (nearest foot)			
Beginning of Year	9287	803	3912
Added during Year	0	0	7600
Retired during Year	0	0	0
End of Year	9287	803	11512
Age	16 years	16 years	16 years

MANHOLES

Size (inches)	48"	16 years
Number of Manholes	Concrete	
Beginning of Year	22	
Added during Year	0	
Retired during Year	0	
End of Year	22	

UTILITY NAME CFAT H2O, INC.

YEAR OF REPORT December 31, 2016

TREATMENT PLANT

Manufacturer	Marlof
Type	Concrete
Total Capacity - Gal Per Day	125,000
Average Daily flow	37,279
Total Gallons of Sewage treated	13,606,778

MASTER LIFT STATION PUMPS

Manufacturer	
Capacity	
Motor: Mfr	
Horsepower	7.5 HP
Power (Electric or Mechanical)	Electric

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons
January	1,020,076	0	1,020,076
February	1,170,414	0	1,170,414
March	1,025,506		1,025,506
April	1,097,013	0	1,097,013
May	1,083,382	0	1,083,382
June	1,133,499	0	1,133,499
July	1,053,681	0	1,053,681
August	988,895	0	988,895
September	1,076,812	0	1,076,812
October	1,341,155	0	1,341,155
November	1,527,353	0	1,527,353
December	1,088,992	0	1,088,992
Total for Year	13,606,778	0	13,606,778

UTILITY NAME **CFAT H2O, INC.**

YEAR OF REPORT December 31, 2016

OTHER WASTEWATER SYSTEM INFORMATION

1. Present ERC's * being served **165**
2. Maximum ERC's ** that system can efficiently serve **410**
3. Present system connection capacity (in ERC'S) using existing lines. **250**
4. Future connection capacity (in ERC'S) upon service area buildout. **125**
5. Estimates annual increase in ERC'S * **2**
6. State any plans and estimated completion date for any enlargements of this system. No plans at this time
7. In what percent of your certificated area have service connections been installed? **68%**
8. If present systems do not meet the requirements of DEP rule 62-4, Florida Administrative Code, submit the following
 - a. Evaluation of the present plant or plants in regard to meeting the DEP'S rules.
 - b. Plans for funding and construction of the required upgrading.
 - c. Have these plans been coordinated with the DEP?
 - d. Do they concur?
 - e. When will construction begin?
9. Do you discharge effluent to surface waters? **No**
10. Department of Environmental Protection I.D. #**3042P01551**
and Water Management District I.D. # **2-083-0220ANF**

* ERC = (Total Gallons Treated / 365 days / 280 Gallons per Day

Note: Total Gallons Treated includes both sewage treated and purchased sewage treatment.

** Total plant capacity/115,000 gpd

UTILITY NAME CFAT H2O, INC.

YEAR OF REPORT December 31, 2016

CERTIFICATION OF ANNUAL REPORT

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

YES NO

(X) () 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.

YES NO

(X) () 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.

YES NO

(X) () 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 NO

(X) () 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. Charles deMenzes

(X) (X) (X) (X) (signature of chief executive officer of the utility)

1. 2. 3. 4. _____

(()) (()) (()) (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
Wastewater Operations
Class C**

Company: CAT H&O, INC
For the Year Ended December 31, 2016

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues Per Sch. F-3	Gross Wastewater Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ <u>44,438</u>	\$ <u>44,438</u>	\$ <u>0</u>
Commercial	<u>39,631</u>	<u>39,631</u>	<u>0</u>
Industrial	_____	_____	<u>0</u>
Multiple Family	_____	_____	<u>0</u>
Guaranteed Revenues	_____	_____	<u>0</u>
Other	_____	_____	_____
Total Wastewater Operating Revenue	\$ <u>107,069</u>	\$ <u>107,069</u>	\$ <u>0</u>
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	_____	_____	_____
Net Wastewater Operating Revenues	\$ <u>107,069</u>	\$ <u>107,069</u>	\$ <u>0</u>

Explanations:

Instructions:

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

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue**

Water Operations

Class C

Company: CPAT HRO, INC
For the Year Ended December 31, 2016

(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>70,563</u>	\$ <u>70,568</u>	\$ <u>4</u>
Commercial	<u>5,404</u>	<u>5,402</u>	<u>0</u>
Industrial			
Multiple Family			
Guaranteed Revenues			
Other	<u>1,913</u>	<u>1,913</u>	<u>0</u>
Total Water Operating Revenue	\$ 75,965 <u>77,878</u>	\$ <u>77,878</u>	\$ <u>0</u>
LESS: Expense for Purchased Water from FPSC-Regulated Utility			
Net Water Operating Revenues	\$ <u>77,878</u>	\$ <u>77,878</u>	\$ <u>0</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).