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**CLASS "C"**

**WATER AND/OR WASTEWATER UTILITIES**

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

**ANNUAL REPORT**

WS728-07-AR  
Shangri-La by the Lake Utilities, Inc.  
1214 West IL Route 72  
Leaf River, IL 61047-9614

\_\_\_\_\_  
Certificate Number(s)

*Submitted To The*

**STATE OF FLORIDA**



**PUBLIC SERVICE COMMISSION**

FOR THE

**YEAR ENDED DECEMBER 31, 2007**

ECR 006-W (Rev. 12/99)

03 MAR 31 11 3:35

Public Service Commission

## GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 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 the 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 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 pages 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 statements should be made at the bottom of the page or on an additional page. Any additional pages should state the name of the utility and 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 preceeding year ending December 31.

Florida Public Service Commission  
Division of Economic Regulation  
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 Economic Regulation, 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 ( AFUDC )** - This account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction purposes and a reasonable rate upon other funds when so used. Appropriate regulatory approval shall be obtained for "a reasonable rate". (Rule 25-30.116, Florida Administrative Code)

**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 utility's property, facilities, or equipment used to provide utility services to the public. (Section 367.021 (3), Florida Statutes)

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

**DEPRECIATION** - The loss in 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 the 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

Shangri-La by the Lake Utilities, Inc  
(EXACT NAME OF UTILITY)

1214 West Route 72 Leaf River, IL 61047	100 Shangri-La Blvd Leesburg, FL 34788	Lake
Mailing Address	Street Address	County

Telephone Number 815-738-2508 Date Utility First Organized 1/1/1994

Fax Number 815-738-2508 E-mail Address jay-laura@juno.com

Sunshine State One-Call of Florida, Inc. Member No. 680

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: Jay E. Werner 1214 West Route 72  
Leaf River, IL 61047

Name of subdivisions where services are provided: Werner & Werner Inc. DBA Shangri-La By The Lake, Eagle Point

## CONTACTS:

Name	Title	Principal Business Address	Salary Charged Utility
Person to send correspondence: Jay E. Werner	President	1214 West Route 72 Leaf River, IL 61047	
Person who prepared this report: BHT&D	Accounting Firm	356 E. Main St. PO. Box 60 Saranac, MI	
Officers and Managers: Jay E. Werner	President	Leaf River, IL 61047	\$ 0
Andrew R. Werner	Vice President	Leesburg, FL 34788	\$ 6951
			\$
			\$
			\$
			\$

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	Principal Business Address	Salary Charged Utility
Mertis L. Werner	100%	Sparta, MI	\$ 0
			\$
			\$
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT DECEMBER 31, 2007
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INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 42,509	\$ 30,623	\$ _____	\$ 73,132
Commercial_____		_____	_____	_____	_____
Industrial_____		_____	_____	_____	_____
Multiple Family_____		_____	_____	_____	_____
Guaranteed Revenues_____		_____	_____	_____	_____
Other (Specify)_____		_____	_____	_____	_____
Total Gross Revenue_____		\$ 42,509	\$ 30,623	\$ _____	\$ 73,132
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 25,759	\$ 44,181	\$ _____	\$ 69,940
Depreciation Expense_____	F-5	3,923	10,405	_____	14,328
CIAC Amortization Expense_____	F-8	_____	_____	_____	_____
Taxes Other Than Income_____	F-7	2,225	1,867	_____	4,092
Income Taxes_____	F-7	_____	_____	_____	_____
Total Operating Expense		\$ 31,907	56,453	_____	\$ 88,360
Net Operating Income (Loss)		\$ 10,602	\$ -25,830	\$ _____	\$ -15,228
Other Income:					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_____		11,776	23,554	_____	35,330
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss)		\$ -1,174	\$ -49,384	\$ _____	\$ -50,558

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT  
DECEMBER 31, 2007

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)	\$ <u>166,405</u>	\$ <u>247,374</u>	\$ _____	\$ <u>413,779</u>
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ <u>166,405</u>	\$ <u>247,374</u>	\$ _____	\$ <u>413,779</u>

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ <u>32,120</u>	\$ <u>105,092</u>	\$ _____	\$ <u>137,212</u>
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ <u>3,923</u>	\$ <u>10,405</u>	\$ _____	\$ <u>14,328</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
<u>Total Credits</u> _____	\$ <u>36,043</u>	\$ <u>115,497</u>	\$ _____	\$ <u>151,540</u>
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
<u>Total Debits</u> _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ <u>36,043</u>	\$ <u>115,497</u>	\$ _____	\$ <u>151,540</u>



UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT DECEMBER 31, 2007
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COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
<b>Assets:</b>			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 413,779	\$ 409,486
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	151,540	137,212
Net Utility Plant -----		\$ 262,239	\$ 272,274
Cash -----		9,380	10,472
Customer Accounts Receivable (141) -----		6,364	
Other Assets (Specify): -----			
Note Receivable - Officer -----		1,925	1,925
-----			
-----			
Total Assets -----		\$ 279,908	\$ 284,671
<b>Liabilities and Capital:</b>			
Common Stock Issued (201) -----	F-6	100	100
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		33,600	33,600
Retained Earnings (215) -----	F-6	-381,274	-364,316
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ -347,574	\$ -330,616
Long Term Debt (224) -----	F-6	\$ 386,087	\$ 386,087
Accounts Payable (231) -----		3,957	
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----			
Other Liabilities (Specify) -----			
Accrued Interest -----		211,550	209,820
-----			
-----			
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	25,888	19,380
Total Liabilities and Capital -----		\$ 279,908	\$ 284,671

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

DECEMBER 31, 2007

CAPITAL STOCK ( 201 - 204 )

	Common Stock	Preferred Stock
Par or stated value per share_____	<u>1</u>	_____
Shares authorized_____	<u>300</u>	_____
Shares issued and outstanding_____	<u>100</u>	_____
Total par value of stock issued_____	<u>100</u>	_____
Dividends declared per share for year_____	<u>0</u>	_____

RETAINED EARNINGS ( 215 )

	Appropriated	Un- Appropriated
Balance first of year_____	\$ <u>-364,316</u>	\$ _____
Changes during the year (Specify):		
Net Loss (2007)_____	<u>-50,558</u>	_____
Prior Year O.P.I.C. closed to retained earnings_____	<u>33,600</u>	_____
	_____	_____
Balance end of year_____	\$ <u>-381,274</u>	\$ _____

PROPRIETARY CAPITAL ( 218 )

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

LONG TERM DEBT ( 224 )

Description of Obligation (Including Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
<u>Note Payable - Werner &amp; Werner</u>	<u>6.00%</u>	<u>360</u>	\$ <u>386,087</u>
_____	_____	_____	_____
_____	_____	_____	_____
Total_____			\$ <u>386,087</u>

**UTILITY NAME:** Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT	
DECEMBER 31,	2007

**TAX EXPENSE**

(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_____	1651.73	1283.45	_____	2934
Other (Specify)_____	_____	_____	_____	_____
_____ Payroll	574	584	_____	1,158
_____	_____	_____	_____	_____
Total Tax Expense_____	\$ 2225	\$ 1867	\$ _____	\$ 4092

## PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

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

[illegible]

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT  
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**CONTRIBUTIONS IN AID OF CONSTRUCTION ( 271 )**

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year_____	\$ 6,461	\$ 12,919	\$ 19,380
2) Add credits during year_____	\$ 2,170	\$ 4,338	\$ 6,508
3) Total_____	8,631	17,257	25,888
4) Deduct charges during the year_____	0	0	0
5) Balance end of year_____	8,631	17,257	25,888
6) Less Accumulated Amortization_____	0	0	0
7) Net CIAC_____	\$ 8,631	\$ 17,257	\$ 25,888

**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
Escrow Payments			1,753	3,505
Sub-total_____			\$	\$
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		
Meter Install Fees	10	\$ 125	\$ 417	\$ 833
Total Credits During Year (Must agree with line # 2 above.)_____			\$ 2,170	\$ 4,338

**ACCUMULATED AMORTIZATION OF CIAC (272)**

	Water	Wastewater	Total
Balance First of Year_____	\$	\$	\$
Add Debits During Year:_____			
Deduct Credits During Year:_____			
Balance End of Year (Must agree with line #6 above.)	\$	\$	\$ 0

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

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT DECEMBER 31, 2007
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**SCHEDULE "A"**

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

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	\$ _____	<u>100.00</u> %		_____ %

(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: _____

**UTILITY NAME:** Shangri-La by the Lake Utilities, Inc

## SCHEDULE "B"

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	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

[illegible]

**WATER  
OPERATING  
SECTION**

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT DECEMBER 31, 2007
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**WATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization_____	\$ _____	\$ _____	\$ _____	\$ _____
302	Franchises_____	_____	_____	_____	_____
303	Land and Land Rights_____	_____	_____	_____	_____
304	Structures and Improvements_____	5,000	_____	_____	5,000
305	Collecting and Impounding Reservoirs_____	_____	_____	_____	_____
306	Lake, River and Other Intakes_____	_____	_____	_____	_____
307	Wells and Springs_____	36,412	_____	_____	36,412
308	Infiltration Galleries and Tunnels_____	_____	_____	_____	_____
309	Supply Mains_____	_____	_____	_____	_____
310	Power Generation Equipment_____	_____	_____	_____	_____
311	Pumping Equipment_____	21,750	_____	_____	21,750
320	Water Treatment Equipment_____	_____	_____	_____	_____
330	Distribution Reservoirs and Standpipes_____	_____	_____	_____	_____
331	Transmission and Distribution Lines_____	74,350	_____	_____	74,350
333	Services_____	_____	_____	_____	_____
334	Meters and Meter Installations_____	23,523	_____	_____	23,523
335	Hydrants_____	_____	_____	_____	_____
336	Backflow Prevention Devices_____	_____	_____	_____	_____
339	Other Plant and Miscellaneous Equipment_____	3,224	2,146	_____	5,370
340	Office Furniture and Equipment_____	_____	_____	_____	_____
341	Transportation Equipment_____	_____	_____	_____	_____
342	Stores Equipment_____	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment_____	_____	_____	_____	_____
344	Laboratory Equipment_____	_____	_____	_____	_____
345	Power Operated Equipment_____	_____	_____	_____	_____
346	Communication Equipment_____	_____	_____	_____	_____
347	Miscellaneous Equipment_____	_____	_____	_____	_____
348	Other Tangible Plant_____	_____	_____	_____	_____
	Total Water Plant_____	\$ 164,259	\$ 2,146	\$ _____	\$ 166,405



UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT  
DECEMBER 31, 2007

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__		%		\$ 750	\$	\$ 100	\$ 850
305	Collecting and Impounding Reservoirs__		%					
306	Lake, River and Other Intakes__		%					
307	Wells and Springs__		%		6,482		728	7,210
308	Infiltration Galleries & Tunnels__		%					
309	Supply Mains__		%					
310	Power Generating Equipment__		%					
311	Pumping Equipment__		%		4,681		552	5,233
320	Water Treatment Equipment__		%					
330	Distribution Reservoirs & Standpipes__		%					
331	Trans. & Dist. Mains__		%		14,291		1,487	15,778
333	Services__		%					
334	Meter & Meter Installations__		%		4,079		577	4,656
335	Hydrants__		%					
336	Backflow Prevention Devices__		%					
339	Other Plant and Miscellaneous Equipment__		%		1,837		479	2,316
340	Office Furniture and Equipment__		%					
341	Transportation Equipment__		%					
342	Stores Equipment__		%					
343	Tools, Shop and Garage Equipment__		%					
344	Laboratory Equipment__		%					
345	Power Operated Equipment__		%					
346	Communication Equipment__		%					
347	Miscellaneous Equipment__		%					
348	Other Tangible Plant__		%					
	Totals__				\$ 32,120	\$	\$ 3,923	\$ 36,043 *

\* This amount should tie to Sheet F-5.

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT  
DECEMBER 31, 2007

**WATER OPERATION AND MAINTENANCE EXPENSE**

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees_____	\$ 5,811
603	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	
604	Employee Pensions and Benefits_____	
610	Purchased Water_____	
615	Purchased Power_____	
616	Fuel for Power Production_____	
618	Chemicals_____	
620	Materials and Supplies_____	402
630	Contractual Services:	
	Billing_____	
	Professional_____	1,146
	Testing_____	
	Other_____	
640	Rents_____	4,200
650	Transportation Expense_____	
655	Insurance Expense_____	
665	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	
670	Bad Debt Expense_____	
675	Miscellaneous Expenses_____	14,200
	Total Water Operation And Maintenance Expense_____	\$ 25,759 *
	* This amount should tie to Sheet F-3.	

**WATER CUSTOMERS**

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers Start of Year (d)	End of Year (e)	Total Number of Meter Equivalents (c x e) (f)
<b>Residential Service</b>					
5/8"	D	1.0	166	174	174
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
<b>General Service</b>					
5/8"	D	1.0	1	1	1
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0			
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers					
Other (Specify)					
Total			167		175
** D = Displacement C = Compound T = Turbine					

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT DECEMBER 31 2007
------------------------------------

SYSTEM NAME: Shangri-La by the Lake Utilities, Inc

### PUMPING AND PURCHASED WATER STATISTICS

	Water Purchased For Resale (Omit 000's)	Finished Water From Wells (Omit 000's)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's)	Total Water Pumped And Purchased (Omit 000's) [ (b)+(c)-(d) ]	Water Sold To Customers (Omit 000's)
(a)	(b)	(c)	(d)	(e)	(f)
January_____	_____	808	_____	_____	626
February_____	_____	784	_____	_____	634
March_____	_____	869	_____	_____	1057
April_____	_____	1225	_____	_____	927
May_____	_____	1056	_____	_____	840
June_____	_____	1025	_____	_____	1364
July_____	_____	935	_____	_____	695
August_____	_____	751	_____	_____	562
September_____	_____	1002	_____	_____	1151
October_____	_____	732	_____	_____	682
November_____	_____	870	_____	_____	585
December_____	_____	934	_____	_____	1050
Total for Year_____	_____	11022	_____	_____	10173

If water is purchased for resale, indicate the following:

Vendor\_\_\_\_\_

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	Unknown	Unknown	_____	0	Unknown
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT DECEMBER 31, 2007
-------------------------------------

SYSTEM NAME: Shangri-La by the Lake Utilities, Inc

#### WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed_____	<u>1982</u>	<u>2001</u>	_____	_____
Types of Well Construction and Casing_____	<u>Submersible</u>	<u>Submersible</u>	_____	_____
_____	<u>Cast</u>	<u>Cast</u>	_____	_____
_____	_____	_____	_____	_____
Depth of Wells_____	<u>350</u>	<u>330</u>	_____	_____
Diameters of Wells_____	<u>6"</u>	<u>8"</u>	_____	_____
Pump - GPM_____	<u>225</u>	<u>850</u>	_____	_____
Motor - HP_____	<u>10</u>	<u>30</u>	_____	_____
Motor Type *_____	<u>Submersible</u>	<u>Submersible</u>	_____	_____
Yields of Wells in GPD_____	_____	_____	_____	_____
Auxiliary Power_____	<u>No</u>	<u>Yes</u>	_____	_____
* Submersible, centrifugal, etc.				

#### RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	<u>Steel</u>	<u>Concrete</u>	<u>Steel</u>	_____
Capacity of Tank_____	<u>3,000</u>	<u>15,000</u>	<u>5,000</u>	_____
Ground or Elevated_____	<u>Ground</u>	<u>Ground</u>	<u>Ground</u>	_____

#### HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
<b>Motors</b>				
Manufacturer_____	<u>Baldor</u>	<u>Baldor</u>	_____	_____
Type_____	<u>JMM3219</u>	<u>JM3514T</u>	_____	_____
Rated Horsepower_____	<u>7.5</u>	<u>30</u>	_____	_____
<b>Pumps</b>				
Manufacturer_____	<u>Gould</u>	<u>Jaccuzzi</u>	_____	_____
Type_____	<u>3656</u>	<u>20DC4</u>	_____	_____
Capacity in GPM_____	<u>125</u>	<u>545</u>	_____	_____
Average Number of Hours Operated Per Day_____	<u>Unkown</u>	<u>Unkown</u>	_____	_____
Auxiliary Power_____	<u>No</u>	<u>Yes</u>	_____	_____

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT  
DECEMBER 31,

**SOURCE OF SUPPLY**

List for each source of supply ( Ground, Surface, Purchased Water etc. )			
Permitted Gals. per day_____	54109	_____	_____
Type of Source_____	Ground	_____	_____

**WATER TREATMENT FACILITIES**

List for each Water Treatment Facility:			
Type_____	Aeration	_____	_____
Make_____	JOB	_____	_____
Permitted Capacity (GPD)_____	54109	_____	_____
High service pumping	_____	_____	_____
Gallons per minute_____	665	_____	_____
Reverse Osmosis_____	None	_____	_____
Lime Treatment	_____	_____	_____
Unit Rating_____	None	_____	_____
Filtration	_____	_____	_____
Pressure Sq. Ft._____	No	_____	_____
Gravity GPD/Sq.Ft._____	No	_____	_____
Disinfection	_____	_____	_____
Chlorinator_____	Yes	_____	_____
Ozone_____	No	_____	_____
Other_____	No	_____	_____
Auxiliary Power_____	Yes	_____	_____

UTILITY NAME: Shangri-La By The Lake Utilities, Inc.

YEAR OF REPORT  
DECEMBER 31, 2007

SYSTEM NAME: Shangri-La By The Lake Utilities, Inc.

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. 159
2. Maximum number of ERCs \* which can be served. 340
3. Present system connection capacity (in ERCs \*) using existing lines. 340
4. Future connection capacity (in ERCs \*) upon service area buildout. unknown
5. Estimated annual increase in ERCs \*. unknown
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.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.  
There are 72 lots for future expansion  
\_\_\_\_\_  
\_\_\_\_\_
9. When did the company last file a capacity analysis report with the DEP? February 23, 2006
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 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 # WC 35-2031
12. Water Management District Consumptive Use Permit # 6781
  - a. Is the system in compliance with the requirements of the CUP? No
  - b. If not, what are the utility's plans to gain compliance? Our permit expired. We are in the process of renewing it.  
\_\_\_\_\_  
\_\_\_\_\_

\* 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 SFR customers for the same period and divide the result by 365 days.

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

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

# WASTEWATER OPERATING SECTION

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT DECEMBER 31, 2007
-------------------------------------

**WASTEWATER UTILITY PLANT ACCOUNTS**

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ _____	\$ _____	\$ _____	\$ _____
352	Franchises_____	_____	_____	_____	_____
353	Land and Land Rights_____	_____	_____	_____	_____
354	Structures and Improvements_____	_____	_____	_____	_____
355	Power Generation Equipment_____	_____	_____	_____	_____
360	Collection Sewers - Force_____	_____	_____	_____	_____
361	Collection Sewers - Gravity_____	<u>164,000</u>	_____	_____	<u>164,000</u>
362	Special Collecting Structures_____	_____	_____	_____	_____
363	Services to Customers_____	_____	_____	_____	_____
364	Flow Measuring Devices_____	_____	_____	_____	_____
365	Flow Measuring Installations_____	_____	_____	_____	_____
370	Receiving Wells_____	_____	_____	_____	_____
371	Pumping Equipment_____	<u>33,902</u>	_____	_____	<u>33,902</u>
380	Treatment and Disposal Equipment_____	<u>26,000</u>	_____	_____	<u>26,000</u>
381	Plant Sewers_____	_____	_____	_____	_____
382	Outfall Sewer Lines_____	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment_____	<u>2,463</u>	<u>2,147</u>	_____	<u>4,610</u>
390	Office Furniture and Equipment_____	<u>1,500</u>	_____	_____	<u>1,500</u>
391	Transportation Equipment_____	_____	_____	_____	_____
392	Stores Equipment_____	_____	_____	_____	_____
393	Tools, Shop and Garage Equipment_____	_____	_____	_____	_____
394	Laboratory Equipment_____	_____	_____	_____	_____
395	Power Operated Equipment_____	_____	_____	_____	_____
396	Communication Equipment_____	_____	_____	_____	_____
397	Miscellaneous Equipment_____	_____	_____	_____	_____
398	Other Tangible Plant_____	<u>17,362</u>	_____	_____	<u>17,362</u>
	Total Wastewater Plant_____	\$ <u>245,227</u>	\$ <u>2,147</u>	\$ _____	\$ <u>247,374 *</u>

\* This amount should tie to sheet F-5.



UTILITY NAME:

Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT  
DECEMBER 31, 2007

## 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__		%	%	\$	\$		\$
355	Power Generation Equipment__		%	%				
360	Collection Sewers - Force__		%	%				
361	Collection Sewers - Gravity__		%	%	71,750		6,833	78,583
362	Special Collecting Structures__		%	%				
363	Services to Customers__		%	%				
364	Flow Measuring Devices__		%	%				
365	Flow Measuring Installations__		%	%				
370	Receiving Wells__		%	%				
371	Pumping Equipment__		%	%	11,748		1,331	13,079
380	Treatment and Disposal Equipment__		%	%				
381	Plant Sewers__		%	%	11,595		1,229	12,824
382	Outfall Sewer Lines__		%	%				
389	Other Plant and Miscellaneous Equipment__		%	%	1,220		252	1,472
390	Office Furniture and Equipment__		%	%	1,464		36	1,500
391	Transportation Equipment__		%	%				
392	Stores Equipment__		%	%				
393	Tools, Shop and Garage Equipment__		%	%				
394	Laboratory Equipment__		%	%				
395	Power Operated Equipment__		%	%				
396	Communication Equipment__		%	%				
397	Miscellaneous Equipment__		%	%	7,315		724	8,039
398	Other Tangible Plant__		%	%				
	Totals__				\$ 105,092	\$	\$ 10,405	\$ 115,497 *

\* This amount should tie to Sheet F-5.

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT  
DECEMBER 31, 2007

**WASTEWATER OPERATION AND MAINTENANCE EXPENSE**

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees_____	\$ 5,811
703	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	
704	Employee Pensions and Benefits_____	
710	Purchased Wastewater Treatment_____	
711	Sludge Removal Expense_____	
715	Purchased Power_____	
716	Fuel for Power Production_____	
718	Chemicals_____	
720	Materials and Supplies_____	1,416
730	Contractual Services:	
	Billing_____	
	Professional_____	1,146
	Testing_____	
	Other_____	3,234
740	Rents_____	4,200
750	Transportation Expense_____	
755	Insurance Expense_____	
765	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	
770	Bad Debt Expense_____	
775	Miscellaneous Expenses_____	28,374
	Total Wastewater Operation And Maintenance Expense_____	\$ 44,181 *

\* This amount should tie to Sheet F-3.

**WASTEWATER CUSTOMERS**

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customer:		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
All meter sizes	D	1.0	159	167	167
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			
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers					
Other (Specify)					
Total			159	167	167

\*\* D = Displacement  
C = Compound  
T = Turbine

UTILITY NAME: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT  
DECEMBER 31, 2007

### PUMPING EQUIPMENT

Lift Station Number_____	<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	_____
Make or Type and nameplate data on pump_____	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>	_____
Year installed_____	_____	<u>1983</u>	<u>2002</u>	<u>2004</u>	_____
Rated capacity_____	_____	_____	_____	_____	_____
Size_____	<u>2 hp</u>	<u>2 hp</u>	<u>3 hp</u>	<u>3 hp</u>	_____
Power:					
Electric_____	<u>x</u>	<u>x</u>	<u>x</u>	<u>x</u>	_____
Mechanical_____	_____	_____	_____	_____	_____
Nameplate data of motor_____	<u>2 hp</u>	<u>2 hp</u>	<u>3 hp</u>	<u>3 hp</u>	_____
_____	_____	_____	_____	_____	_____

### SERVICE CONNECTIONS

Size (inches)_____	<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>	_____
Type (PVC, VCP, etc.)_____	<u>PVC</u>	<u>PVC</u>	<u>PVC</u>	<u>PVC</u>	_____
Average length_____	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>	_____
Number of active service connections_____	<u>unknown</u>	<u>unknown</u>	<u>27</u>	<u>13</u>	_____
Beginning of year_____	<u>unknown</u>	<u>unknown</u>	<u>24</u>	<u>9</u>	_____
Added during year_____	<u>0</u>	<u>0</u>	<u>3</u>	<u>4</u>	_____
Retired during year_____	<u>0</u>	<u>0</u>	_____	_____	_____
End of year_____	<u>unknown</u>	<u>unknown</u>	<u>27</u>	<u>13</u>	_____
Give full particulars concerning inactive connections_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____

### COLLECTING AND FORCE MAINS

	Collecting Mains			Force Mains			
Size (inches)_____	<u>4</u>	_____	_____	<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>
Type of main_____	<u>PVC</u>	_____	_____	<u>PVC</u>	<u>PVC</u>	<u>PVC</u>	<u>PVC</u>
Length of main (nearest foot)_____	<u>unknown</u>	_____	_____	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>
Beginning of year_____	<u>unknown</u>	_____	_____	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>
Added during year_____	<u>0</u>	_____	_____	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Retired during year_____	<u>0</u>	_____	_____	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
End of year_____	<u>unknown</u>	_____	_____	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>	<u>unknown</u>

### MANHOLES

Size (inches)_____	<u>36</u>	_____	_____
Type of Manhole_____	<u>concrete</u>	_____	_____
Number of Manholes:			
Beginning of year_____	<u>15</u>	_____	_____
Added during year_____	<u>0</u>	_____	_____
Retired during year_____	<u>0</u>	_____	_____
End of Year_____	<u>15</u>	_____	_____

UTILITY NAME: Shangri-La By The Lake Utilities, Inc.

YEAR OF REPORT  
DECEMBER 31, 2007

SYSTEM NAME: Shangri-La By The Lake Utilities, Inc.

#### TREATMENT PLANT

Manufacturer_____	General Enviromental Inc. Mod 75	_____	_____
Type_____	Activated Sludge	_____	_____
"Steel" or "Concrete"_____	Steel	_____	_____
Total Permitted Capacity_____	50,000 GPD	_____	_____
Average Daily Flow_____	8,783	_____	_____
Method of Effluent Disposal_____	Spray Field Perk Pond	_____	_____
Permitted Capacity of Disposal_____	50,000 GPD	_____	_____
Total Gallons of Wastewater treated_____	8,783,000	_____	_____

#### MASTER LIFT STATION PUMPS

Manufacturer_____	_____	_____	_____	_____	_____	_____
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_____	308,000	_____	_____
February_____	297,000	_____	_____
March_____	254,000	_____	_____
April_____	283,000	_____	_____
May_____	212,000	_____	_____
June_____	241,000	_____	_____
July_____	283,000	_____	_____
August_____	240,000	_____	_____
September_____	222,000	_____	_____
October_____	245,000	_____	_____
November_____	300,000	_____	_____
December_____	321,000	_____	_____
Total for year_____	8,783,000	_____	_____

If Wastewater Treatment is purchased, indicate the vendor: \_\_\_\_\_

UTILITY NAME: Shangri-La By The Lake Utilities, Inc.

YEAR OF REPORT  
DECEMBER 31, 2007

SYSTEM NAME: Shangri-La By The Lake Utilities, Inc.

**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. 144
2. Maximum number of ERCs\* which can be served. 347
3. Present system connection capacity (in ERCs\*) using existing lines. 347
4. Future connection capacity (in ERCs\*) upon service area buildout. 203
5. Estimated annual increase in ERCs\*. unknown
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system  
There are 76 lots for expansion.
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.
8. If the utility does not engage in reuse, has a reuse feasibility study been completed? No  
If so, when? No
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? No
10. When did the company last file a capacity analysis report with the DEP? February 23, 2006
11. 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 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 # FLA 010521

- \* 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 SFR 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: Shangri-La by the Lake Utilities, Inc

YEAR OF REPORT  
DECEMBER 31, 2007

## CERTIFICATION OF ANNUAL REPORT

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

YES  
☒ 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  
☒ NO  
☐

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

YES  
☒ 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  
☒ 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. ☒

  
(signature of chief executive officer of the utility) \*

Date: 3/26/2008

1. ☒ 2. ☒ 3. ☒ 4. ☒

  
(signature of chief financial officer of the utility) \*

Date: 3/26/2008

\* 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: Shangri-La By The Lake Utilities, Inc.**

**For the Year Ended December 31, 2007**

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	42,509	42,509	\$ _____
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	_____	_____	_____
<b>Total Water Operating Revenue</b>	42,509	42,509	\$ _____
<b>LESS: Expense for Purchased Water         from FPSC-Regulated Utility</b>	_____	_____	_____
<b>Net Water Operating Revenues</b>	42,509	42,509	\$ _____

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).

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

**Company: Shangri-La By The Lake Utilities, Inc.**

**For the Year Ended December 31, 2007**

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues Per Sch. F-3	Gross Wastewater Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	30,623	30,623	\$ _____
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	_____	_____	_____
<b>Total Wastewater Operating Revenue</b>	30,623	30,623	\$ _____
<b>LESS: Expense for Purchased Wastewater         from FPSC-Regulated Utility</b>	_____	_____	_____
<b>Net Wastewater Operating Revenues</b>	30,623	30,623	\$ _____

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).