OFFICIAL COPY DEASS "A" OR "B"

WATER AND OR WASTEWATER UTILITIES (Gross Bevenue of More Than \$200,000 Each)

ANNUAL REPORT

OF

WS236-02-AR Water Management Services, Inc. 3848 Killearn Court Tallahassee, FL 32309-3428

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2002

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EXECUTIVE SUMMARY

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 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 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 the report as to the business affairs of the respondent are true, correct and complete for the period for which it represents.
		1. X	Items Certified 2. 3. 4. X X X (Signature of Chief Executive Officer of the utility) *
		1. X	2. 3. 4. X X X (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.

ANNUAL REPORT OF

YEAR OF REPORT
December 31, 2002

Water Managemen	nt Services, Inc.	County: Franklin	
	(Exact Name of Utility)		
List below the exa 3848 Killearn Cou	ct mailing address of the utility for which normal correspondence should be	sent:	
Tallahassee, FL 32	2308		
Telephone:	(850)668-0440	-	
E Mail Address:	wmsi@istal.com		
WEB Site:	N/A		
Sunshine State On	e-Call of Florida, Inc. Member Number N/A		
Gene D. Brown	of person to whom correspondence concerning this report should be address	eed:	
3848 Killearn Cou			
Tallahassee, FL 3	2308		
Telephone (850)	668-6103		
List below the add 3848 Killearn Cou			
Tananassee, TL 3	2306	-	
Telephone (850)	669 0440		
relephone (850)	568-0440		
List below any gro None	oups auditing or reviewing the records and operations:		
TVOIC			
Date of original or	rganization of the utility:	03/03/1978	
Check the appropr	iate business entity of the utility as filed with the Internal Revenue Service		
Individ	dual Partnership Sub S Corporation 1120 Corporation		
List below every c of the utility:	orporation or person owning or holding directly or indirectly 5% or more of	the voting securities	
·			Percent
1.	Name St. George Island Utility Co., Ltd.		Ownership
2.	Sandra M. Chase		85%
3.	T. E. Bronson		10% 5%
4.			
5.			
6.	1		
7.			
8.			
9.			
10.			

December 31, 2002

DIRECTORY OF PERSONNEL WHO CONTACT THE FLORIDA PUBLIC SERVICE COMMISSION

1112 1 201	dibiti oblic bei	T CE COMMISSION	· · · · · · · · · · · · · · · · · · ·
NAME OF COMPANY REPRESENTATIVE (1)	TITLE OR POSITION (2)	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
Gene D. Brown	President	General Manager	General Business Legal
Sandra M. Chase		Assistant General Manager	General Business
Hank Garrett		Operations Manager	General Business
Richard D. Melson Hopping Green & Sams P.O. Box 6526 Tallahassee, FL 32314 (850)222-7500	Attorney		Regulatory Matters
Barbara S. Withers 3838 Killearn Ct. Tallahassee, FL 32309 (850)893-4080	CPA		Accounting and Tax
Frank Seidman Management & Regulatory Consultants, Inc. P. O. Box 13427 Tallahassee, FL 32317 (850) 877-0673	Consultant		Regulatory Matters
Les Thomas, P.E. 4049 McLeod Drive Tallahassee, FL 32302 (850)562-1810	Engineer		Engineering
·			
			1
	,		

- (1) Also list appropriate legal counsel, accountants and others who may not be on general payroll.
- (2) Provide individual telephone numbers if the person is not normally reached at the company.
- (3) Name of company employed by if not on general payroll.

December 31, 2002

COMPANY PROFILE

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.B. Public services rendered.
- C. Major goals and objectives.D. Major operating divisions and
- D. Major operating divisions and functions.E. Current and projected growth patterns.
- F. Major transactions having a material effect on operations.

St. George Island Utility Company, Ltd. was certificated on March 31, 1978 to provide water service to St. George Island, which is a barrier island located in the Gulf of Mexico in Franklin County, Florida. The island is connected to the mainland at Eastpoint, Florida by a 4.6 mile bridge and causeway. The company's three existing wells are located on the mainland. The water is piped to the island through pipes attached to the bridge. The company has a treatment system, ground storage tank and elevated storage located in the center of the island. The water is distributed to customers from that location.

The island population fluctuates widely because it is a vacation/resort area. Accordingly, there are peak demands during summer and other holiday periods, with lower demand the remainder of the year.

The company is continuing to expand and improve production capacities to accommodate peak periods and future growth. Growth is anticipated at the rate of approximately 65 new customers per year. The company has sufficient capacity to meet all current demands. The company completed construction of a new fourth well in December, 2000, and this well was placed in service during September, 2001. The addition of this fourth well provides ample capacity to meet anticipated growth during the next several years. The company is now looking for an acceptable site for construction of a fifth well as part of its long-range planning.

On May 1, 1997, St. George Island Utility Company, Ltd. was reorganized into Water Management Services, Inc., a Florida corporation. All of the operating assets were transferred as of that date and Water Management Services, Inc. has continued to provide the same service with the same personnel as before the reorganization.

On May 5, 1999, WMSI was formally notified by the Florida Department of Transportation (FDOT) of its intent to abandon the existing bridge from the mainland to St. George Island and replace it with a new bridge. WMSI is being required to abandon its existing water mains that are attached to the bridge and construct a new main on the new bridge as well as the mains and appurtenances necessary to connect the main to the wells on the mainland and the treatment and storage facilities on the island. In this regard, WMSI filed a Petition for Limited Proceeding on June 6, 2000 to increase its rates to recover the cost of financing the approximately \$6 million in new investment. In an effort to reduce the revenue impact of this major project, WMSI has obtained low cost financing through the State's Revolving Trust Fund. Also, WMSI filed a lawsuit against FDOT seeking compensation from FDOT via inverse condemnation for the taking of its exiting water main. Trial of that inverse condemnation case was held August 8 & 9, 2002, resulting in a judgment in favor of FDOT on all counts. WMSI is scheduled to complete all of the work on the new water main across the new bridge by October, 2003. In addition, WMSI is constructing a new elevated tank, 17,700 feet of 6 and 8 inch distribution lines and various plant improvements designed to provide fire protection for the company's customers on St. George Island.

Current as of

December 31, 2002

PARENT / AFFILIATE ORGANIZATION CHART

Complete below an organizational chart that show all parents, sub The chart must also show the relationship between the utility and	osidiaries and affiliate affiliates listed on E-	es of the utility7, E-10(a) and E-1	0(b).
St. George Island Utility Company, Ltd. Stockholder			
Gene D. Brown, P.A. Legal Counsel			
b			

COMPENSATION OF OFFICERS

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.					
NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF THE UTILITY (c)	OFFICERS' COMPENSATION (d)		
Gene D. Brown	President	85%	\$ 95,445		

COMPENSATION OF DIRECTORS

For each director, list the number of received as a director from the response	of director meetings attended by eadent.	ach director and the compensatio	n
NAME (a)	TITLE (b)	NUMBER OF DIRECTORS' MEETINGS ATTENDED (c)	DIRECTORS' COMPENSATION (d)
Gene D. Brown	President	0	\$0
	, , , , , , , , , , , , , , , , , , ,		

BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

List all contracts, agreements, or other business arrangements* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on page In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.

NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
Gene D. Brown	Legal, Expensed \$ Legal, Capitalized	3 <u>44,000</u> 77,000	Gene D. Brown, P.A. 3848 Killearn Ct. Tallahassee, FL 32308
`			

^{*} Business Agreement, for this schedule, shall mean any oral or written business deal which binds the concerned parties for products or services during the reporting year or future years. Although the Respondent and/or other companies will benefit from the arrangement, the officer or director is, however, acting on his behalf or for the benefit of other companies or persons.

AFFILIATION OF OFFICERS AND DIRECTORS

For each of the officials listed on page E-6, list the principle occupation or business affiliations or connections with any other business or financial organizations, firms, or partnerships. For purposes of this part, an official will be considered to have an affiliation with any business or financial organization, firm or partnership in which he is an officer, director, trustee, partner, or a person exercising similar functions.

	PRINCIPLE		
NAME (a)	OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
Gene D. Brown	Officer/Director	Legal Services	Gene D. Brown, P.A.
Gene D. Brown	Officer/Director of General Partner	Shareholder	St. George Isl. Utility
Gene D. Brown	Officer/Director	General Partner of Shareholder	Leisure Properties, Ltd.
Gene D. Brown	Officer/Director	General Partner of Shareholder	St. George's Plantation, Inc. and Leisure Development Services, Inc.
			All above located at 3848 Killearn Ct. Tallahassee, FL 32308
	b		

YEAR OF REPORT December 31, 2002

UTILITY NAME: Water Management Services, Inc.

BUSINESSES WHICH ARE A BY-PRODUCT, COPRODUCT OR JOINT-PRODUCT RESULT OF PROVIDING WATER OR WASTEWATER SERVICE

fertilizer manufacturing, etc. This would not include any business for which the assets are properly included in Account 121 - Nonutility Property along with the associated This would include any business which requires the use of utility land and facilities. Examples of these types of businesses would be orange groves, nurseries, tree farms, Complete the following for any business which is conducted as a byproduct, coproduct, or joint product as a result of providing water and / or wastewater service. revenue and expenses segregated out as nonutility also.

	ASSETS		REVENUES	SE	EXPENSES	S
BUSINESS OR SERVICE CONDUCTED (a)	BOOK COST OF ASSETS (b)	ACCOUNT NUMBER (c)	REVENUES GENERATED (d)	ACCOUNT NUMBER (e)	EXPENSES INCURRED (f)	ACCOUNT NUMBER (g)
ABLE	S		\$		60	Ġ

BUSINESS TRANSACTIONS WITH RELATED PARTIES

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any on year, entered into between the Respondent and a business or financial organization, firm, or partnership named on pages E-2 and E-6, identifying the parties, amounts, dates and product, and asset, or service involved.

Part I. Specific Instructions: Services and Products Received or Provided

- 1. Enter in this part all transactions involving services and products received or provided.
- 2. Below are some types of transactions to include:
 - -management, legal and accounting services
 - -computer services
 - -engineering & construction services
 - -repairing and servicing of equipment
- -material and supplies furnished
- -leasing of structures, land, and equipment
- -rental transactions
- -sale, purchase or transfer of various products

NAME OF COMPANY	DESCRIPTION SERVICE AND/OR	CONTRACT OR AGREEMENT	ANNUA	AL CHARGES
OR RELATED PARTY (a)	NAME OF PRODUCT (b)	EFFECTIVE DATES (c)	(P)urchased (S)old (d)	AMOUNT (e)
Gene D. Brown, P.A.	Legal Services	January 1, 2002 through December 31, 2002	\$	121,000
	· b			

BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)

with "S". mn (d)) in a supplemental	FAIR MARKET VALUE (f)	6
ed, sold or transferred. urchase with "P" and sale rted. oorted. (column (c) - colu oorted. In space below or e fair market value.	GAIN OR LOSS (e)	
 s: Sale, Purchase and Transfer of Assets The columnar instructions follow: (a) Enter name of related party or company. (b) Describe briefly the type of assets purchased, sold or transferred. (c) Enter the total received or paid. Indicate purchase with "P" and sale with "S". (d) Enter the net book value for each item reported. (e) Enter the net profit or loss for each item reported. (e) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value. 	NET BOOK VALUE (d)	6
 fions: Sale, Purchase and Transfer (3). The columnar instructions follow: (a) Enter name of related party or (b) Describe briefly the type of as (c) Enter the total received or paid (d) Enter the net book value for ex (e) Enter the net profit or loss for (f) Enter the fair market value for schedule, describe the basis us 	SALE OR PURCHASE PRICE (c)	8
ific Instruct	DESCRIPTION OF ITEMS (b)	
Enter in this part all transactions relating to the purchase, sale, or transfer of assets. Below are examples of some types of transactions to include: purchase, sale or transfer of equipment purchase, sale or transfer of land and structures purchase, sale or transfer of securities noncash transfers of assets anoncash transfers of assets write-off of bad debts or loans	NAME OF COMPANY OR RELATED PARTY (a)	NOT APPLICABLE
7 2		

COMPARATIVE BALANCE SHEET ASSETS AND OTHER DEBITS

4.000	ASSETS AND OT					
ACCT.		REF.		PREVIOUS		CURRENT
NO.	ACCOUNT NAME	PAGE		YEAR		YEAR
(a)	(b)	··· (c)		(d)	1	(e)
1 1	UTILITY PLANT					
101-106	Utility Plant	F-7	\$	5,098,626	\$	6,853,602
108-110	Less: Accumulated Depreciation and Amortization	F-8		1,722,653		1,877,539
	Net Plant		\$	3,375,973	\$	4,976,063
114-115	Utility Plant Acquisition adjustment (Net)	F-7			T	
116 *	Other Utility Plant Adjustments					
	Total Net Utility Plant		\$	3,375,973	\$	4,976,063
	OTHER PROPERTY AND INVESTMENTS	1	 		 	
121	Nonutility Property	F-9	\$	477,400	¢	477,400
122	Less: Accumulated Depreciation and Amortization		1 *	(47,155)	ľ —	(47,155)
		- 1 · · · · · · · · · · · · · · · · · ·	 	(17,100)		(47,133)
	Net Nonutility Property		\$	430,245	\$	430,245
123	Investment In Associated Companies	F-10	- *	150,245	Ψ	430,243
124	Utility Investments	F-10				
125	Other Investments	F-10				
126-127	Special Funds	F-10				
	Total Other Property & Investments		\$	430,245	\$	430,245
131	CURRENT AND ACCRUED ASSETS Cash					
132	Special Deposits		\$	(13,749)	\$	3,994
133	Other Special Deposits	F-9	↓	0		
134	Working Funds	F-9	-	0		
135						
141-144	Temporary Cash Investments			5,127		255,756
141-144	Accounts and Notes Receivable, Less Accumulated		1			
145	Provision for Uncollectible Accounts	F-11		150,775		68,890
145	Accounts Receivable from Associated Companies	F-12	 	152,543	l	154,234
151-153	Notes Receivable from Associated Companies	F-12		0	l	
161	Material and Supplies Stores Expense]	
162						
171	Prepayments		 	126,349	 	24,719
172 *	Accrued Interest and Dividends Receivable Rents Receivable					
173 *	Accrued Utility Revenues	-				
174	Misc. Current and Accrued Assets					
1/4	IVIISC. Current and Accrued Assets	F-12			<u> </u>	
	Total Current and Accrued Assets		\$	421,045	\$	507,593

^{*} Not Applicable for Class B Utilities

COMPARATIVE BALANCE SHEET ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE	PREVIOUS YEAR (d)	CURRENT YEAR (e)
181 182 183 184 185 * 186 187 * 190	DEFERRED DEBITS Unamortized Debt Discount & Expense Extraordinary Property Losses Preliminary Survey & Investigation Charges Clearing Accounts Temporary Facilities Misc. Deferred Debits Research & Development Expenditures Accumulated Deferred Income Taxes	F-13 F-13	\$ 22,844	\$ 211,704
	Total Deferred Debits	ı	\$ 22,844	\$235,090
	TOTAL ASSETS AND OTHER DEBITS		\$ 4,250,108	\$6,148,991_

^{*} Not Applicable for Class B Utilities

NOTES TO THE BALANCE SHEET The space below is provided for important notes regarding the balance sheet.					
· ·					

COMPARATIVE BALANCE SHEET EQUITY CAPITAL AND LIABILITIES

ACCT.	EQUITY CAPITAL A				7	
NO.	ACCOUNT NAME	REF.		PREVIOUS		CURRENT
(a)		PAGE		YEAR		YEAR
(a)	(b) EQUITY CAPITAL	···(c)	 	(d)	<u> </u>	(e)
201	Common Stock Issued	F 15	ф	40.000		
204	Preferred Stock Issued	F-15	\$	10,000	\$	10,000
202,205 *	Capital Stock Subscribed	F-15				
203,206 *						
203,200 *	Capital Stock Liability for Conversion				l	· · · · · · · · · · · · · · · · · · ·
207 *	Premium on Capital Stock				İ	
	Reduction in Par or Stated Value of Capital Stock		┨			
210 *	Gain on Resale or Cancellation of Reacquired					
	Capital Stock					
211	Other Paid - In Capital			(488,548)		(488,548)
212	Discount On Capital Stock			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		·
213	Capital Stock Expense					
214-215	Retained Earnings	F-16	1 -	(638,891)		(828,780)
216	Reacquired Capital Stock					(020,700)
218	Proprietary Capital		1			
	(Proprietorship and Partnership Only)				1	
	Total Equity Capital		\$	(1,117,439)	\$	(1,307,329)
221	LONG TERM DEBT Bonds					
222 *	Reacquired Bonds	F-15			£	
223						
223	Advances from Associated Companies	F-17		0		0
224	Other Long Term Debt	F-17	<u> </u>	1,969,283		4,312,791
	Total Long Term Debt		\$	1,969,283	\$	4,312,791
	CURRENT AND ACCRUED LIABILITIES		· 		 	
231	Accounts Payable			512,649		575,554
232	Notes Payable	F-18		748,564		374,322
233	Accounts Payable to Associated Companies	F-18		19,180		0
234	Notes Payable to Associated Companies	F-18		17,100		<u> </u>
235	Customer Deposits	1-10		29,309	l	24 022
236	Accrued Taxes		1	54,281		34,022
237	Accrued Interest	F-19	-	17,844		56,758
238	Accrued Dividends	1-17	1	1/,044		51,106
239	Matured Long Term Debt					
240	Matured Interest					
241	Miscellaneous Current & Accrued Liabilities	F-20			I —	
	Carrent & Accided Elabilities	r-20				
	Total Current & Accrued Liabilities		\$	1,381,826	\$	1,091,762

^{*} Not Applicable for Class B Utilities

COMPARATIVE BALANCE SHEET EQUITY CAPITAL AND LIABILITIES

ACCT.	EQUIT CATTAL AI	REF.		PREVIOUS	CURRENT
NO.	ACCOUNT NAME	PAGE	•	YEAR	YEAR
(a)	(b)	(c)		(d)	(e)
	DEFERRED CREDITS	\\	ļ	(4)	(6)
251	Unamortized Premium On Debt	F-13	\$	-	k K
252	Advances For Construction	F-20	*	36,037	32,587
253	Other Deferred Credits	F-21	-	30,037	32,367
255	Accumulated Deferred Investment Tax Credits				
	Total Deferred Credits		\$	36,037	\$32,587
	OPERATING RESERVES	1		·	
261	Property Insurance Reserve		\$		s
262	Injuries & Damages Reserve		1 "		Ψ
263	Pensions and Benefits Reserve				
265	Miscellaneous Operating Reserves		l —		
	Total Operating Reserves		\$		\$
	CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions in Aid of Construction	F-22	\$	2,682,107	\$ 2,799,955
272	Accumulated Amortization of Contributions				
	in Aid of Construction	F-22		(701,708)	(780,776)
	Total Net C.I.A.C.	4	\$	1,980,399	\$2,019,179
	ACCUMULATED DEFERRED INCOME TAXES	1	1		
281	Accumulated Deferred Income Taxes -				
	Accelerated Depreciation		\$		\$
282	Accumulated Deferred Income Taxes -		1 *	· · · · · · · · · · · · · · · · · · ·	
	Liberalized Depreciation				
283	Accumulated Deferred Income Taxes - Other		1 —	, , , , , , , , , , , , , , , , , , , ,	
	Total Accumulated Deferred Income Tax		\$		\$
	TOTAL EQUITY CAPITAL AND LIABILITIES		\$	4,250,107	\$6,148,991_

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b) UTILITY OPERATING INCOME	REF. PAGE (c)		PREVIOUS YEAR (d)		CURRENT YEAR * (e)
400	Operating Revenues	F-3(b)	•	010.524		014404
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)	φ	910,524 (2,578)	P —	914,481
	Net Operating Revenues	. 1-5(0)	\$	907,946	\$	911,534
401	Operating Expenses	F-3(b)	\$	699,554	s	734,387
403	Depreciation Expense: Less: Amortization of CIAC	F-3(b) F-22	\$	146,701 77,420	\$ 	154,886 79,068
	Net Depreciation Expense		\$	69,281	\$	75,818
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)			 	
407	Amortization Expense (Other than CIAC)	F-3(b)			l —	
408	Taxes Other Than Income	W/S-3	1	79,511		80,975
409	Current Income Taxes	W/S-3	1	77,511		60,973
410.10	Deferred Federal Income Taxes	W/S-3	1			
410.11	Deferred State Income Taxes	W/S-3	_			
411.10	Provision for Deferred Income Taxes - Credit	W/S-3	i			
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3				
412.11	Investment Tax Credits Restored to Operating Income	W/S-3	1 —			
	Utility Operating Expenses		\$	848,346	\$ <u></u>	891,180
	Net Utility Operating Income		\$	59,601	\$	20,355
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)		2,578	\vdash	2,946
413	Income From Utility Plant Leased to Others		1 -	2,5 70	I —	2,740
414	Gains (losses) From Disposition of Utility Property				-	
420	Allowance for Funds Used During Construction					
Total Utilit	y Operating Income [Enter here and on Page F-3(c)]		\$	62,179	\$	23,301

^{*} For each account, Column e should agree with Cloumns f, g and h on F-3(b)

COMPARATIVE OPERATING STATEMENT (Cont'd)

S	WATER CHEDULE W-3 * (f)	WASTEWATER SCHEDULE S-3 * (g)	OTHER THAN REPORTING SYSTEMS (h)
	914,481 (2,946)	\$	\$
\$	911,534	\$	\$
\$	734,387	\$	\$
	154,886 79,068		
s	75,818	\$ <u>`</u>	\$
	80,975		
\$	891,180	\$	\$
\$	20,355	\$	\$
	2,946		
\$_	23,301	\$	\$

^{*} Total of Schedules W-3 / S-3 for all rate groups.

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	NO. ACCOUNT NAME PAGE		PREVIOUS YEAR (d)		CURRENT YEAR (e)	
Total Utilit	y Operating Income [from page F-3(a)]		\$	62,179	\$	23,301
415	OTHER INCOME AND DEDUCTIONS Revenues-Merchandising, Jobbing, and Contract Deductions		\$		\$	
416	Costs & Expenses of Merchandising Jobbing, and Contract Work			_	Ť	,
419	Interest and Dividend Income			15,529		629
421	Nonutility Income			5,904		5,904
426	Miscellaneous Nonutility Expenses			(148)	l ——	(2,216)
	Total Other Income and Deductions		\$	21,285	\$	4,316
	TAXES APPLICABLE TO OTHER INCOME	-			,	
408.20	Taxes Other Than Income	1	\$		\$	
409.20	Income Taxes					
410.20	Provision for Deferred Income Taxes					
411.20	Provision for Deferred Income Taxes - Credit					
412.20	Investment Tax Credits - Net					
412.30	Investment Tax Credits Restored to Operating Income					
	Total Taxes Applicable To Other Income		\$		\$	
	INTEREST EXPENSE					
427	Interest Expense	F-19	\$	230,031	\$	194,660°
428	Amortization of Debt Discount & Expense	F-13				22,848
429	Amortization of Premium on Debt	F-13				
	Total Interest Expense		\$	230,031	\$	217,508
	EXTRAORDINARY ITEMS		T		1	
433	Extraordinary Income		S		s	
434	Extraordinary Deductions		T		[—	
409.30	Income Taxes, Extraordinary Items					
	Total Extraordinary Items	·	\$		\$	
	NET INCOME		\$	(146,567)	\$	(189,890)

Explain Extraordinary Income:	

SCHEDULE OF YEAR END RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)		WATER UTILITY . (d)	WASTEWATER UTILITY (e)
101	Utility Plant In Service	F-7	\$	4,435,683	\$
	Less: Nonused and Useful Plant (1)				
108	Accumulated Depreciation	F-8		1,877,539	
110	Accumulated Amortization	F-8		1,077,339	
271	Contributions In Aid of Construction	F-22	<u> </u>	2,799,955	
252	Advances for Construction	F-20		32,587	
	Subtotal		\$	(274,398)	\$
	Add:				
272	Accumulated Amortization of	1			
	Contributions in Aid of Construction	F-22		780,776	
	Subtotal		\$	506,378	\$
	Plus or Minus:				
114	Acquisition Adjustments (2)	F-7			
115	Accumulated Amortization of				
	Acquisition Adjustments (2)	F-7			
	Working Capital Allowance (3)			91,798	
	Other (Specify):				
			ļ		,
	RATE BASE		\$	598,176	\$
	NET UTILITY OPERATING INCOME		\$	20,355	\$
	ACHIEVED RATE OF RETURN (Operating Income / Rate	Base)		3.40%	

NOTES:

- (1) Estimate based on the methodology used in the last rate proceeding.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.

 In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

SCHEDULE OF CURRENT COST OF CAPITAL CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING (1)

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (2) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (3) (d)	WEIGHTED COST (c x d) (e)
Common Equity Preferred Stock Long & Short Term Debt Customer Deposits Tax Credits - Zero Cost Tax Credits - Weighted Cost Deferred Income Taxes Other (Explain)	\$ 0 564,154 34,022	94.31% 5.69%	5.01% 8.00%	4.73%
Total	\$598,176	100.00%		5.18%

(1)	If the utility's capital structure is not used, explain which capital structure is used.					
	NOTE: Debt cost calculated based on fixed rates and variable rates applied to 13 month average balnees					
(2)	Should equal amounts on Schedule F-6, Column (g).					
(3)	Mid-point of the last authorized Return On Equity or current leverage formula if none has been established					

Must be calculated using the same methodology used in the last rate proceeding using current annual report year end amounts and cost rates.

APPROVED RETURN ON EQUITY

Equity:	11.34%	
1		
Equity:	PSC-94-1383-FOF-WU	

APPROVED AFUDC RATE

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

DC rate:		<u></u>	
DC rate:	*		

If any utility capitalized any charge in lieu of AFUDC (such as interest only), state the basis of the charge, an explanation as to why AFUDC was not charged and the percentage capitalized.

YEAR OF REPORT December 31, 2002

Water Management Services, Inc.

UTILITY NAME:

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING

ر	CONSISTENT WITH THE		METHODOLOGI USED IN THE LAST KATE FROCEEDING	IE LASI KAIE FR	OCEEDING	
CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	NON-UTILITY ADJUSTMENTS (c)	NON- JURISDICTIONAL ADJUSTMENTS (d)	OTHER (1) ADJUSTMENTS SPECIFIC (6)	OTHER (1) ADJUSTMENTS PRO RATA (f)	CAPITAL STRUCTURE (g)
Common Equity Preferred Stock Long & Short Term Debt Customer Deposits Tax Credits - Zero Cost Tax Credits - Weighted Cost Deferred Inc. Taxes Other (Explain)	\$ (1,307,329) 4,687,113 34,022	\$	\$	\$ 1,307,329	(4,122,959)	564,154
Total	\$.3,413,806	0 \$	9	\$ 1,307,329	8 (4,122,959)	598,176

(1) Explain below all adjustments made in Columns (e) and (f):
Column (b) - Year end balances
Column (e) - Equity is negative, set to zero.
Column (f) - Hold customer deposits constant and reconcile to rate base as shown on ScheduleF-4

UTILITY NAME:

UTILITY PLANT ACCOUNTS 101 - 106

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101 102	Plant Accounts: Utility Plant In Service Utility Plant Leased to Other	\$4,435,683	\$	\$	\$ 4,435,683
103	Property Held for Future Use				
104	Utility Plant Purchased or Sold				
105	Construction Work in Progress	2,417,919			2,417,919
106	Completed Construction Not Classified				
	Total Utility Plant	\$6,853,602	\$	\$	\$6,853,602

UTILITY PLANT ACQUISITION ADJUSTMENTS ACCOUNTS 114 AND 115

Report each acquisition adjustment and related accumulated amortization separately. For any acquisition adjustments approved by the Commission, include the Order Number.

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment	\$	\$	\$	\$
Total P	lant Acquisition Adjustments	\$	\$	\$	\$
115	Accumulated Amortization	\$	\$	\$	\$
Total A	accumulated Amortization	\$	\$	\$	\$
Net Ac	quisition Adjustments	\$	\$	\$	\$ <u>N/A</u>

Water Management Services, Inc.

ACCUMULATED DEPRI					OTHER THAN	\top	
D T G D T T T T T T T T T T					REPORTING		
DESCRIPTION		WATER	WAS	TEWATER	SYSTEMS		TOTAL
(a) ACCUMULATED DEPRECIATION	┼	(b)	-	(c)	(d)		(e)
Account 108	ł		1				
Balance first of year	\$	1,722,653	\$		\$	\$	1,722,653
Credit during year:	Ì						
Accruals charged to:						•	
Account 108.1 (1)	_\$	154,886	\$		\$	_ \$_	143,324
Account 108.2 (2)						_	
Account 108.3 (2)							
Other Accounts (specify):							
0.1						· -	
Salvage			l				
Other Credits (Specify): Corrections			l	_			
Adj. accrued depr. See Sch W-6(b)	-	· · · · · · · · · · · · · · · · · · ·			·		
Total Credits	\$	154,886	\$		\$	\$	154,886
Debits during year:						╁	154,000
Book cost of plant retired			•				
Cost of Removal						- -	
Other Debits (specify):						· -	
Total Debits	\$		\$		\$	\$	
Balance end of year	\$	1,877,539	\$		\$	\$ <u></u>	1,877,539
ACCUMULATED AMORTIZATION						_	
Account 110							
Balance first of year	s		¢		d _C	¢.	
Credit during year:			<u> </u>		Ψ	╬	
Accruals charged to:			}				
•	s		s		k	œ.	
Account 110.2 (2)			ſ —		ľ —————	- 🏴 –	
Other Accounts (specify):						- -	
• • • • • • • • • • • • • • • • • • • •					,		
Total credits	s		\$		s.	ď	
Debits during year:	<u> </u>		ľ	· · · · · · · · · · · · · · · · · ·	Ψ	╬	
Book cost of plant retired							
Other debits (specify):	1-					- -	
	+-						
Total Debits	\$		\$		\$	\$	
Balance end of year	ď	· · · · · · · · · · · · · · · · · · ·	Ф			Ť	
Datanee ond of year	P ==		³ ====		\$: \$ <u></u>	
			1		ĺ	-	

- (1) Account 108 for Class B utilities.
- (2) Not applicable for Class B utilities.
- (3) Account 110 for Class B utilities.

UTILITY NAME:

Water Management Services, Inc.

REGULATORY COMMISSION EXPENSE AMORTIZATION OF RATE CASE EXPENSE (ACCOUNTS 666 AND 766)

DUGGD YDDYYON ON GU	EXPENSE	CHARGED OFF DURING YEAR		
DESCRIPTION OF CASE (DOCKET NO.) (a)	INCURRED DURING YEAR (b)	ACCT.	AMOUNT (e)	
N/A	\$		\$	
Total	\$		\$	

NONUTILITY PROPERTY (ACCOUNT 121)

Report separately each item of property with a book cost of \$25,000 or more included in Account 121.

Other Items may be grouped by classes of property.

DESCRIPTION (a)	BEGINNING YEAR (b)	ADDITIONS (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
Disallowed Investment in Plant	\$430,245	\$	\$(0)	\$ 430,245
Total Nonutility Property	\$430,245	\$	\$(0)	\$430,245

SPECIAL DEPOSITS (ACCOUNTS 132 AND 133)

Report hereunder all special deposits carried in Accounts 132 and 133.

DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
SPECIAL DEPOSITS (Account 132): N/A	\$
Total Special Deposits	\$
OTHER SPECIAL DEPOSITS (Account 133):	\$
Total Other Special Deposits	\$

INVESTMENTS AND SPECIAL FUNDS ACCOUNTS 123 - 127

Report hereunder all investments and special funds carried in Accounts 123 through 127. YEAR END FACE OR DESCRIPTION OF SECURITY OR SPECIAL FUND PAR VALUE **BOOK COST** (a) (b) (c) INVESTMENT IN ASSOCIATED COMPANIES (Account 123): N/A Total Investment in Associated Companies UTILITY INVESTMENTS (Account 124): N/A Total Utility Investment OTHER INVESTMENTS (Account 125): N/A Total Other Investment SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): Total Special Funds

ACCOUNTS AND NOTES RECEIVABLE - NET ACCOUNTS 141 - 144

Report hereunder all accounts and notes receivable included in Accounts 141, 142, and 144. Amounts included in Amounts included in Accounts 142 and 144 should be listed individually.

Amounts included in Accounts 142 and 14	4 should be listed in	idividually.	
DESCRIPTION	***		TOTAL
(a) CUSTOMER ACCOUNTS RECEIVABLE (Account 141):			(b)
Water	¢.	92.040	
Wastewater	P	82,940	
Other			
		<u>-</u>	
Total Customer Accounts Receivable		¢	82,940
OTHER ACCOUNTS RECEIVABLE (Account 142):		<u>_</u>	82,740
·	\$		
Total Other Accounts Receivable		8	
NOTES RECEIVABLE (Account 144):			
Notes Receivable	\$	0	
Total Notes Receivable		\$	
Total Accounts and Notes Receivable		\$	82,940
ACCUMULATED PROVISION FOR			
UNCOLLECTIBLE ACCOUNTS (Account 143)			
Balance first of year	\$	11,775	
Add: Provision for uncollectibles for current year	\$		
Collection of accounts previously written off			
Utility Accounts		2,391	
Others			
Total Additions	\$	2,391	
Deduct accounts written off during year:			
Utility Accounts		116	
Others			
Total accounts written off	\$	116	
Balance end of year		\$	14,050
			.,,550
TOTAL ACCOUNTS AND NOTES RECEIVA	BLE - NET	\$	68,890
	_	ľ	00,070

ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES ACCOUNT 145

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
A/R - Land in Fla., Inc. A/R - Leisure Properties A/R - SGUIC Partnership	\$ 112,082 6,072 36,080
Total	\$154,234

NOTES RECEIVABLE FROM ASSOCIATED COMPANIES ACCOUNT 146

Report each note receivable from associated companies senarately

DESCRIPTION (a)	INTEREST RATE (b)	TOTAL (c)
N/A	9/4 9/6 9/6 9/6 9/6 9/6	
Total	\$	

MISCELLANEOUS CURRENT AND ACCRUED ASSETS ACCOUNT 174

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
N/A	\$
Total Miscellaneous Current and Accrued Liabilities	\$

UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT ACCOUNTS 181 AND 251

Report the net discount and expense or premium separately for each security issue.

Report the net discount and expense or premium separately for each security issue.				
	AMOUNT			
	WRITTEN OFF	YEAR END		
DESCRIPTION	DURING YEAR	BALANCE		
(a)	(b)	(c)		
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Account 181): DEP SRF Loan SRF Associated Fees GSB - Construction Loan GSB - Working Capital FMB - Mortgage Loan Citizen's Bank of Perry GSB - GMC Truck FMB - GMC Truck	\$ 5,904 601 10,262 156 1,052 4,809 29 35	\$\frac{112,171}{11,416}\frac{2,066}{2,066}\frac{156}{350}\frac{85,362}{74}\frac{109}{109}		
Total Unamortized Debt Discount and Expense	\$22,848	\$ 211,704		
UNAMORTIZED PREMIUM ON DEBT (Account 251): N/A	\$	\$		
Total Unamortized Premium on Debt	\$	\$		

EXTRAORDINARY PROPERTY LOSSES ACCOUNT 182

Report each item separately.

(b)
\$

MISCELLANEOUS DEFERRED DEBITS ACCOUNT 186

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
DEFERRED RATE CASE EXPENSE (Class A Utilities: Account 186.1) Deferred Limited Proceeding	\$	\$ 23,385
Total Deferred Rate Case Expense	\$	\$
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):	\$	\$
Total Other Deferred Debits	\$	\$
REGULATORY ASSETS (Class A Utilities: Account. 186.3):	\$	\$
Total Regulatory Assets	\$	\$
TOTAL MISCELLANEOUS DEFERRED DEBITS	\$	\$

CAPITAL STOCK ACCOUNTS 201 AND 204*

DESCRIPTION (a)	RATE (b)	TOTAL (c)
COMMON STOCK Par or stated value per share Shares authorized Shares issued and outstanding Total par value of stock issued Dividends declared per share for year		\$0.10 100,000 100,000 10,000
PREFERRED STOCK Par or stated value per share Shares authorized Shares issued and outstanding Total par value of stock issued Dividends declared per share for year	%\$ %\$ %\$	

^{*} Account 204 not applicable for Class B utilities.

BONDS ACCOUNT 221

	INTEREST		PRINCIPAL	
DESCRIPTION OF OBLIGATION	ANNUAL	FIXED OR	AMOUNT PER	
(INCLUDING DATE OF ISSUE AND DATE OF MATURITY)	RATE	VARIABLE *	BALANCE SHEET	
(a)	(b)	(c)	(d)	
N/A				
	%		\$	
	%			
	%			
	%			
	%			
	%			
	%%			
	%_			
	%_			
	<u> </u>			
Total				
Total			\$	

 $[\]ast\,$ For variable rate obligations, provide the basis for the rate. (i.e., prime + 2%, etc.)

STATEMENT OF RETAINED EARNINGS

1. Dividends should be shown for each class and series of capital stock. Show amounts as dividends per share.

Show separately the state and federal income tax effect of items shown in Account No. 439.

NO.	DESCRIPTION	AMOUNTS
(a)	(b)	(c)
215	Unappropriated Retained Earnings:	
	Balance Beginning of Year	\$ (638,890
439	Changes to Account:	
439	Adjustments to Retained Earnings (requires Commission approval prior to use):	
	Credits:	\$
	Total Credits:	l l
	Debits:	<u> </u>
	Deoits.	<u> </u>
	Total Debits:	
	1900 2000	
435	Balance Transferred from Income	¢ /100.00
436	Appropriations of Retained Earnings:	\$ (189,890
	Total Appropriations of Retained Earnings	s
	Dividends Declared:	
437	Preferred Stock Dividends Declared	
438	Common Stock Dividends Declared	
	Total Dividends Declared	¢.
215	Year end Balance	¢
		P
214	Appropriated Retained Earnings (state balance and	
l	purpose of each appropriated amount at year end):	
	,,	
214	The state of the s	
214	Total Appropriated Retained Earnings	\$
Γotal Ret	ained Earnings	¢ (000 70)
		\$(828,780
Notes to	Statement of Retained Earnings:	

ADVANCES FROM ASSOCIATED COMPANIES ACCOUNT 223

| DESCRIPTION | TOTAL | (b) | (b) | (c) | (d) |

OTHER LONG-TERM DEBT ACCOUNT 224

	INTEREST		PRINCIPAL
DESCRIPTION OF OBLIGATION	ANNUAL	FIXED OR	AMOUNT PER
(INCLUDING DATE OF ISSUE AND DATE OF MATURITY)	RATE	VARIABLE *	BALANCE SHEET
(a)	(b)	(c)	(d)
N/P - Wachovia (GMC)	8.50%	Fixed	\$13,646
N/P - GSB (GMC)	8.90%	Fixed	10,272
N/P - FMB (GMC)	8.75%	Fixed	\$ 15,856
N/P - GSB Construction Loan	7.50%	Fixed	175,219
N/P - DEP	3.05%	Fixed	1,749,982
N/P - Bank of Perry	5.75-5.25%	Variable, Prime + 1%	2,347,816
	<u> </u>		
Total			\$4,312,791
١			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,

^{*} For variable rate obligations, provide the basis for the rate. (i.e., prime \pm 2%, etc.)

UTILITY NAME: Water Management Services, Inc.

NOTES PAYABLE ACCOUNTS 232 AND 234

ACCOUNTS 2.5	·	TEREST	PRINCIPAL
DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	ANNUAL RATE (b)	FIXED OR VARIABLE *	AMOUNT PER BALANCE SHEET
NOTES PAYABLE (Account 232): N/P - Current - Wachovia (GMC) N/P - Current - GSB (GMC) N/P - Current - FMB (GMC) N/P - Current - GSB Constr. Loan N/P - Current - DEP N/P - Current - Bank of Perry N/P - GSB - Working Capital N/P - FMB Mortgage Total Account 232	8.50% 8.90% 8.75% 7.50% 3.05% 5.75-5.25% 7.75% 9.50%	Fixed Fixed Fixed Fixed Fixed Fixed Variable, Prime + 1% Fixed Fixed	5,954 5,768 6,352 16,134 145,550 62,203 30,256 102,105
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234): N/A	% % % % % % %		\$ <u>374,322</u> \$
Total Account 234			\$0

^{*} For variable rate obligations, provide the basis for the rate. (i.e., prime \pm 2%, etc.)

ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES ACCOUNT 233

Report each account payable separately.

DESCRIPTION
(a)
(b)

N/A

N/A

S
0

Total

YEAR OF REPORT December 31, 2002

UTILITY NAME: Water Management Services, Inc.

ACCRUED INTEREST AND EXPENSE ACCOUNTS 237 AND 427

ACC	ACCOUNTS 23/ AND 42	,			
	1	INTE	INTEREST ACCRUED		
**CTEMATOCOTIC	BALANCE	O TOUT	DUKING YEAK	DATE REST	DAI ANCE END
DESCRIPTION	BEGINNING	ACCI.	TIME OF A	raid Doring	DALANCE END
OF DEBIT	OF YEAK	DEBII	AMOUNT	I EAK	OF TEAK
ACCOUNT NO 2371 - Accrued Interest of Long Term Debt	(g)				(1)
Bank of Perry	\$ 12,724	427.2.3	110,495	\$ 120,312	\$ 2,907
GSR - Working Canital	125	427.2,3	910	982	54
GSB (GMC)	137	427.2,3	1,681	1,715	103
Wachovia (GMC)	154	427.2,3	1,900	1,933	121
FWB (GMC)	177	427.2,3	2,224	2,261	140
FMB - Mortogoe	729	427.2,3	10,029	10,057	701
DEP - SRF	0	427.0	46,722	0	46,722
GSB - Construction	3797.6	427.2,3	14,762	18,200	359
Total Account 237.1	\$ 17,844		\$ 188,722	155,460	\$ 51,106
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities					-
Customer Deposits	0	427.4	2,352 *	2,352	0
Vendors	0	427.5	3,586 *	3,586	0
Amortization of Loan Fees	0	428.2,4	22,848 *	22,848	0
Note: Items marked with an * were expensed but not accrued. They are					
included only to show the total interest expensed in Acct 427.					
Amortization of Loan Fees					
Total Account 237.2	0 \$		28,785 *	* 28,785	0
		-4			
Total Account 237 (1)	s 17,844	V	\$ 217,508 *	* 184,245	5 51,106
INTEREST EXPENSED:		237.1	188 777	(1) Must agree to E	(1) Must sorree to E-2 (a) Reginning and
10tal accidat Account 237.1			0	Ending Balance	Ending Balance of Accrued Interest.
Less Capitalized literasi i cition of the color.				o	
				(2) Must agree to F-3 (c), Current	-3 (c), Current
				Year Interest Expense	tpense
Net Interest Expensed to Account No. 427 (2)			217,508		

YEAR OF REPORT December 31, 2002

UTILITY NAME: Water Management Services, Inc.

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES

ACCOUNT 241

	BALANCE END
DESCRIPTION - Provide itemized listing	OF YEAR
(a)	(p)
N/A	\$
Total Miscellaneous Current and Accrued Liabilities	

ADVANCES FOR CONSTRUCTION ACCOUNT 252

	BALANCE		DEBITS		
	BEGINNING	ACCT.			BALANCE END
NAME OF PAYOR *	OF YEAR	DEBIT	AMOUNT	CREDITS	OF YEAR
(a)	(p)	(c)	(p)	(e)	(f)
Fla. Dept. of Environmental Protection	\$ 36,037	- 6		3,450	\$ 32,587
				-	
Total	36,037	- Φ		3,450	\$ 32,587

^{*} Report advances separately by reporting group, designating water or wastewater in column (a).

UTILITY NAME: Water Management Services, Inc.

OTHER DEFERRED CREDITS ACCOUNT 253

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
REGULATORY LIABILITIES (Class A Utilities: Account 253.1): N/A	\$	
Total Regulatory Liabilities	\$ \$	
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2): N/A	\$	
Total Other Deferred Liabilities	\$	
TOTAL OTHER DEFERRED CREDITS	\$	3

CONTRIBUTIONS IN AID OF CONSTRUCTION ACCOUNT 271

DESCRIPTION (a)	WATER (W-7) (b)	WASTEWATER (S-7) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$2,682,107	\$	\$	\$2,682,107_
Add credits during year:	\$117,848_	\$	\$	\$ 117,848
Less debit charged during the year	\$	\$	\$	\$
Total Contribution In Aid of Construction	\$\$	\$	\$	\$ <u>2,799,955</u>

ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION ACCOUNT 272

DESCRIPTION (a)	WATER (W-8(a)) (b)	WASTEWATER (S-8(a)) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$	\$	\$	\$ 701,708
Debits during the year:	\$ 79,068	\$	\$	\$79,068
Credits during the year	\$	\$	\$	\$
Total Accumulated Amortization of Contributions In Aid of Construction	\$780,776	\$	\$	\$ 780,776

UTILITY NAME: Water Management Services, Inc.

RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES (UTILITY OPERATIONS)

1 The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computations of all tax accruals.

2 If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignments or sharing of the consolidated tax among the group members.

DESCRIPTION (a)	REF. NO.	AMOUNT (c)
Net income for the year	F-3(c)	\$ (189,890)
Reconciling items for the year:		
Taxable income not reported on books:		
Net additions to CIAC	F-22	38,780
Deductions recorded on books not deducted for return:		
Penalties and Interest	F-3(c)	2,216
Life Insurance, key man	W-10	12,376
Income recorded on books not included in return: Interest Income	F-3(c)	629
Deduction on return not charged against book income:		
Federal tax net income		(135,889)

Computation of tax: No Tax Due

WATER OPERATION SECTION

WATER LISTING OF SYSTEM GROUPS

List below the name of each reporting system and its certificate number. Those systems which have been consolidated under the same tariff should be assigned a group number. Each individual system which has not been consolidated should be assigned its own group number.

The water financial schedules (W-2 through W-10) should be filed for the group in total.

The water engineering schedules (W-11 through W-15) must be filed for each system in the group.

All of the following water pages (W-2 through W-15) should be completed for each group and arranged by group number.

SYSTEM NAME / COUNTY		CERTIFICATE NUMBER	GROUP NUMBER
Water Management Services, Inc./	Franklin	302-W	N/A
m i			
There is only one reporting system.	,		
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YEAR	OF	RE	PORT
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UTILITY N	IAME:
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SCHEDULE OF YEAR END WATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	-	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$	4,435,683
	Less:		ľ	1,122,003
108	Nonused and Useful Plant (1) Accumulated Depreciation			
110	Accumulated Amortization	W-6(b)		1,877,539
271	Contributions In Aid of Construction			
252	Advances for Construction	W-7		2,799,955
232	Advances for Construction	F-20		32,587
	Subtotal		\$_	(274,398)
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$	780,776
	Subtotal		\$	506,378
114 115	Plus or Minus: Acquisition Adjustments (2) Accumulated Amortization of Acquisition Adjustments (2) Working Capital Allowance (3) Other (Specify):	F-7 F-7		91,798
	WATER RATE BASE		\$	598,176
	WATER OPERATING INCOME	W-3	\$	20,355
	ACHIEVED RATE OF RETURN (Water Operating Income / Water	Rate Base)	=	3.40%

NOTES: (1) Estimate based on the methodology used in the last rate proceeding.

- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding. In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

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YEAR	OF	RE	PORT
Decen	nber	31,	2002

SYSTEM NAME / COUNTY:

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WATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)		RRENT YEAR (d)
UTI	LITY OPERATING INCOME	\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\		. (4)
400	Operating Revenues	W-9	s	914,481
469	Less: Guaranteed Revenue and AFPI	W-9		(2,946)
	Net Operating Revenues		\$	911,534
401	Operating Expenses	W-10(a)	\$	734,387
403	Depreciation Expense Less: Amortization of CIAC	W-6(a) W-8(a)		154,886 79,068
	N.D.		<u> </u>	77,000
406	Net Depreciation Expense		\$	75,818
406	Amortization of Utility Plant Acquisition Adjustment	F-7		
407	Amortization Expense (Other than CIAC)	F-8		
408.10	Taxes Other Than Income Utility Regulatory Assessment Fee			41.150
408.11	Property Taxes		┥	41,152
408.12	Payroll Taxes			14,066
408.13	Other Taxes and Licenses			25,473
408	Total Taxes Other Than Income		d'	284
409.1	Income Taxes		>	80,975
410.10	Deferred Federal Income Taxes			
410.11	Deferred State Income Taxes			
411.10	Provision for Deferred Income Taxes - Credit			
412.10	Investment Tax Credits Deferred to Future Periods	·		
412.11	Investment Tax Credits Restored to Operating Income			
	Utility Operating Expenses		\$	891,180
	Utility Operating Income		\$	20,355
	Add Back:			
469	Guaranteed Revenue (and AFPI)	W-9	k	2,946
413	Income From Utility Plant Leased to Others		- -	2,740
414	Gains (losses) From Disposition of Utility Property		-	
420	Allowance for Funds Used During Construction		1	·
	Total Utility Operating Income		\$	23,301

YEAR OF REPORT December 31, 2002

Water Management Services, Inc.

SYSTEM NAME / COUNTY:

UTILITY NAME:

	WA	WATER UTILITY PLANT ACCOUNTS	T ACCOUNTS		
ACCT.		PREVIOUS			CURRENT
NO.	ACCOUNT NAME	YEAR	ADDITIONS	RETIREMENTS	YEAR
(a)	(p)	(c)	(p)	(e)	(f)
301	Organization	\$	\$	\$	\$
302	Franchises				
303	Land and Land Rights	109,581	0		109,581
304	Structures and Improvements	213,489	0		213,489
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	404,873	2,053		406,926
308	Infiltration Galleries and Tunnels				
309	Supply Mains	240,878			240,878
310	Power Generation Equipment	70,256			70,256
311	Pumping Equipment	157,783			157,783
320	Water Treatment Equipment	42,635	377		43,012
330	Distribution Reservoirs and Standpipes	344,624	0		344,624
331	Transmission and Distribution Mains	2,082,209	591		2,082,801
333	Services	193,499	10,586		204,085
334	Meters and Meter Installations	164,065	7,182		171,247
335	Hydrants	116,998	2,486		119,483
336	Backflow Prevention Devices				
339	Other Plant Miscellaneous Equipment	0			0
340	Office Furniture and Equipment	62,039	2,942		64,981
341	Transportation Equipment	120,781	0		120,781
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	13,584	3,361		16,944
344	Laboratory Equipment		-		0
345	Power Operated Equipment	67,062	1,749		68,811
346	Communication Equipment				
347	Miscellaneous Equipment	0			0
348	Other Tangible Plant				
	TOTAL WATER PLANT	\$ 4,404,356 \$	31,327	\$	4,435,683

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

W-4(a) GROUP

YEAR OF REPORT December 31, 2002

Water Management Services, Inc.

SYSTEM NAME / COUNTY:_

UTILITY NAME:

Franklin

	ıçi	GENERAL		(h)				153,563																64,981	120,781		16,944		68,811		0		425,081	
	.4 TRANSMISSION	AND DISTRIBITION	PLANT	(g)	- F		20,151										344,624	2,082,801	204,085	171,247	119,483	-	0										\$ 2,942,390	
	кi	WATER	PLANT	(j)	<u>~</u>			-								43,012																	\$ 43,012	
ANT MATRIX	.2 SOIBCE	OF SUPPLY AND PITMPING	PLANT	(e)			89,430	59,926			406,926		240,878	70,256	157,783																		1,025,200	
FER UTILITY PLANT MATRIX	Τ.	INTANGIBLE		(p)	\$	-																											<u> </u>	
WAT		CURRENT		* (c)	0		109,581	213,489			406,926		240,878	70,256	157,783	43,012	344,624	2,082,801	204,085	171,247	119,483		0	64,981	120,781		16,944		68,811		0		\$ 4,435,683	
		ACCOUNT NAME		(p)	Organization	Franchises	Land and Land Rights	Structures and Improvements	Collecting and Impounding Reservoirs	Lake, River and Other Intakes	Wells and Springs	Infiltration Galleries and Tunnels	Supply Mains	Power Generation Equipment	Pumping Equipment	Water Treatment Equipment	Distribution Reservoirs and Standpipes	Transmission and Distribution Mains	Services	Meters and Meter Installations	Hydrants	Backflow Prevention Devices	Other Plant Miscellaneous Equipment	Office Furniture and Equipment	Transportation Equipment	Stores Equipment	Tools, Shop and Garage Equipment	Laboratory Equipment	Power Operated Equipment	Communication Equipment	Miscellaneous Equipment	Other Tangible Plant	TOTAL WATER PLANT	
		ACCT.	5	(a)	301	302	303	304	305	306	307	308	309	310	311	320	330	331	333	334	335	336	339	340	341	342	343	344	345	346	347	348		

W-4(b) GROUP

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YEAR OF REPORT December 31, 2002

SYSTEM NAME / COUNTY:

Franklin

BASIS FOR WATER DEPRECIATION CHARGES

ACCT.		AVERAGE SERVICE LIFE IN	AVERAGE NET SALVAGE IN	DEPRECIATION RATE APPLIED IN PERCENT
NO.	ACCOUNT NAME	YEARS	PERCENT	(100% - d) / c
(a)	(b)	(c)	(d)	(e)
304	Structures and Improvements	33		3.03%
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs	30		3.33%
308	Infiltration Galleries and Tunnels			
309	Supply Mains	35		2.86%
310	Power Generation Equipment	20		5.00%
311	Pumping Equipment	20		5.00%
320	Water Treatment Equipment	22		4.55%
330	Distribution Reservoirs and Standpipes	37		2.70%
331	Transmission and Distribution Mains	43		2.33%
333	Services	40		2.50%
334	Meters and Meter Installations	20		5.00%
335	Hydrants	45		2.22%
336	Backflow Prevention Devices			
339	Other Plant Miscellaneous Equipment	25		4.00%
340	Office Furniture and Equipment	15		6.67%
341	Transportation Equipment	6		16.67%
342	Stores Equipment			10.0776
343	Tools, Shop and Garage Equipment	16		6.25%
344	Laboratory Equipment			0.23%
345	Power Operated Equipment	12		0.220/
346	Communication Equipment			8.33%
347	Miscellaneous Equipment	15		((70)
348	Other Tangible Plant			6.67%
Water	Plant Composite Depreciation Rate *			

^{*} If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

UTILITY NAME:

Water Management Services, Inc.

YEAR OF REPORT December 31, 2002

SYSTEM NAME / COUNTY:

Franklin

	TOTAL	CREDITS	(d+e)	(f)		008,/			13,584		7,491	3,882	8,421	2,152	10,386	52,611	5,566	9,109	2,887			4,250	20,130		964		5,652		0		\$ 154,886
EPRECIATION	OTHER	CREDITS *		(e)	€					-																					\$
CUMULATED DI		ACCRUALS		(p)		008'/			13,584		7,491	3,882	8,421	2,152	10,386	52,611	5,566	601'6	2,887			4,250	20,130		964		5,652				\$
S IN WATER AC	BALANCE	AT BEGINNING	OF YEAR	(c)		51,84/			83,802		140,135	36,140	79,453	22,769	160,831	828,518	96,706	99,754	47,038			24,539	28,092		4,479		18,551		0		1,722,653
ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION			ACCOUNT NAME	(b)		Structures and Improvements	Collecting and Impounding Reservoirs	Lake, River and Other Intakes	Wells and Springs	Infiltration Galleries and Tunnels	Supply Mains	Power Generation Equipment	Pamping Equipment	Water Treatment Equipment	Distribution Reservoirs and Standpipes	Transmission and Distribution Mains	Services	Meters and Meter Installations	Hydrants	Backflow Prevention Devices	Other Plant Miscellaneous Equipment	Office Furniture and Equipment	Transportation Equipment	Stores Equipment	Tools, Shop and Garage Equipment	Laboratory Equipment	Power Operated Equipment	Communication Equipment	Miscellaneous Equipment	Other Tangible Plant	TOTAL WATER ACCUMULATED DEPRECIATION
		ACCT.	NO.	(a)		304	305	306	307	308	309	310	311	320	330	331	333	334	335	336	339	340	341	342	343	344	345	346	347	348	TOTAL WA

* Specify nature of transaction Use () to denote reversal entries.

A - Corrections associated with reclassifications of plant.

W-6(a) GROUP

YEAR OF REPORT December 31, 2002

Water Management Services, Inc.

SYSTEM NAME / COUNTY:

UTILITY NAME:

ANALYSIS OF ENTRIES IN WATER ACCIMULATED DEPRECIATION (CONT'D)

	ANALISIS OF ENTRIES IN WATER ACCOMODATED DEFRECIATION (CONT.D)	KIES IN WALEK	ACCUMULAIED	DEFRECIATION	(CONT.D)	
ACCT.		PLANT	SALVAGE AND	COST OF REMOVAL	TOTAL	BALANCE AT
NO.	ACCOUNT NAME	RETIRED	INSURANCE	AND OTHER CHARGES	CHARGES (g-h+i)	END OF YEAR (c+f-k)
(a)	(b)	(g)	(h)	(i)	(j)	(0)
304	Structures and Improvements		\$	\$	\$	\$ 59,647
305	Collecting and Impounding Reservoirs					
306	Lake, River and Other Intakes					
307	Wells and Springs					97,386
308	Infiltration Galleries and Tunnels		:			
309	Supply Mains					147,626
310	Power Generation Equipment					40,022
311	Pumping Equipment					87,874
320	Water Treatment Equipment					24,921
330	Distribution Reservoirs and Standpipes			-		171,217
331	Transmission and Distribution Mains					881,129
333	Services					102,272
334	Meters and Meter Installations					108,863
335	Hydrants					49,925
336	Backflow Prevention Devices					
339	Other Plant Miscellaneous Equipment					
340	Office Furniture and Equipment					28,789
341	Transportation Equipment				-	48,222
342	Stores Equipment	-				
343	Tools, Shop and Garage Equipment					5,443
344	Laboratory Equipment					
345	Power Operated Equipment					24,203
346	Communication Equipment					
347	Miscellaneous Equipment	-				
348	Other Tangible Plant					
TOTAL W	TOTAL WATER ACCUMULATED DEPRECIATION	- 60				1,877,539
		The state of the s		Will desire the second		
			2	1 0 1 1 2 1	1 1 1 1 COC 60 1 10 COC 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	, A.A.

B - Adjust accrued depreciation to reflect Class "B" lives per Order No. PSC-94-1383-FOF-WU W-6(b)

GROUP

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Water Management Services, Inc.

YEAR	OF	RE	PO	RT
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SYSTEM NAME / COUNTY:

Franklin	
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CONTRIBUTIONS IN AID OF CONSTRUCTION ACCOUNT 271

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$2,682,107
Add credits during year: Contributions received from Capacity, Main Extension and Customer Connection Charges Contributions received from Developer or Contractor Agreements in cash or property	W-8(a) W-8(b)	\$ 117,848
Total Credits		\$117,848
Less debits charged during the year (All debits charged during the year must be explained below)		\$
Total Contributions In Aid of Construction	1	\$ 2,799,955

If any prepaid CIAC has been collected, provide a supporting schedule showing how the amount is determined.				
Explain all debits charged to Account 271 during the year below:				
		·		

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YEAR	OF	RE	PORT
Decen	nher	31	2002

SYSTEM NAME / COUNTY:

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WATER CIAC SCHEDULE "A"

ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY, MAIN EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR

THE REPORT OF THE COSTONIE			E I EAR
	NUMBER OF	CHARGE PER	
DESCRIPTION OF CHARGE	CONNECTIONS	CONNECTION	AMOUNT
(a)	(b)	(c)	(d)
			(4)
Plant Capacity	72	\$ 845	\$ 60,840
Main Extension	69	525	36,225
Meter Installation	72	250	
Main Extension			18,000
Main Extension		1,283	1,283
THAIR EXCHINION	2	750	1,500
	, , , , , , , , , , , , , , , , , , , ,		
	,		
*Adjustment from prior year			
Total Credits			
Total Credits			\$117,848

ACCUMULATED AMORTIZATION OF WATER CONTRIBUTIONS IN AID OF CONSTRUCTION

DESCRIPTION (a)		WATER (b)		
Balance first of year	\$	701,708		
Debits during the year: Accruals charged to Account 272 Other debits (specify):	s	79,068		
Total debits	\$	79,068		
Credits during the year (specify):	\$			
Total credits	\$			
Balance end of year	\$	780,776		

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Water	Management	Services, Inc.
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YEAR OF	RE	PORT
December	31,	2002

SYSTEM NAME / COUNTY:

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WATER CIAC SCHEDULE "B"

ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM ALL DEVELOPERS OR CONTRACTORS AGREEMENTS WHICH CASH OR PROPERTY WAS RECEIVED DURING THE YEAR

WINGIT CHOIF ON THOSE BY THE WAS RECEIVED DO	THE TENT	r
DESCRIPTION (a)	INDICATE CASH OR PROPERTY (b)	AMOUNT (c)
None		
None		\$
		<u> </u>
•		
	v4	
Total Credits		
Total Credits		Ф

W-8(b)	
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Water	Management	Services, Inc.

YEAR	OF	RE	PORT
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SYSTEM NAME / COUNTY:

WATER OPERATING REVENUE

ACCT.	DESCRIPTION	BEGINNING YEAR NO. CUSTOMERS *	YEAR END NUMBER OF CUSTOMERS	AMOUNT
(a)	(b)	(c)	(d)	(e)
460	Water Sales:	_		
460	Unmetered Water Revenue Metered Water Revenue:	00	0	\$
461.1	Sales to Residential Customers			
461.2	Sales to Residential Customers Sales to Commercial Customers	1,537	1,604	764,320
461.3	Sales to Commercial Customers Sales to Industrial Customers	76	75	103,281
461.4	Sales to Public Authorities			
461.5	Sales Multiple Family Dwellings	2	2	38,174
401.3	Sales Multiple Family Dwellings			
	Total Metered Sales	1,615	1,681	\$905,776
	Fire Protection Revenue:			
462.1	Public Fire Protection			'
462.2	Private Fire Protection			
	Total Fire Protection Revenue			\$
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
	Total Water Sales	1,615	1,681	\$905,776
	Other Water Revenues:			
469	Guaranteed Revenues (Including Allowand	ce for Funds Prudently Inv	vested or AFPI)	\$ 2,946
470	Forfeited Discounts			4,710
471	Miscellaneous Service Revenues			5,759
472	Rents From Water Property			3,739
473	Interdepartmental Rents			
474	Other Water Revenues		· · · · · · · · · · · · · · · · · · ·	
	Total Other Water Revenues			\$ 8,705
	Total Water Operating Revenues		,	\$914,481

^{*} Customer is defined by Rule 25-30.210(1), Florida Administrative Code. Classification of Y/E 2000 restated to be consistent with Y/E 2001 classifications

UTILITY NA	MATE.

YEAR OF REPORT December 31, 2002

SYSTEM NAME / COUNTY:

Franklin

WATER UTILITY EXPENSE ACCOUNTS

ACCT. NO.	ACCOUNT NAME	CURRENT YEAR	.1 SOURCE OF SUPPLY AND EXPENSES -	.2 SOURCE OF SUPPLY AND EXPENSES -
			OPERATIONS	MAINTENANCE
(a)	(b)	(c)	(d)	(e)
(0)	Galacia and Table			
601	Salaries and Wages - Employees	\$ 243,672	\$9,878	\$7,159
603	Salaries and Wages - Officers,			
(04	Directors and Majority Stockholders	95,445	0	
604	Employee Pensions and Benefits	41,405	1,380	910
610	Purchased Water			
615	Purchased Power	42,960	24,858	
616	Fuel for Power Purchased	1,504	1,504	
618	Chemicals	9,658		
620	Materials and Supplies	19,168	197	1,967
631	Contractual Services-Engineering	42,000	25,200	
632	Contractual Services - Accounting	27,644		
633	Contractual Services - Legal	45,871		
634	Contractual Services - Mgt. Fees			
635	Contractual Services - Testing	3,490	1,745	
636	Contractual Services - Other	22,734	3,1,10	
641	Rental of Building/Real Property	1,091		
642	Rental of Equipment	10,050		
650	Transportation Expenses	23,970	3,199	3,199
656	Insurance - Vehicle		3,155	3,177
657	Insurance - General Liability	14,868		
658	Insurance - Workman's Comp.	8,391	340	247
659	Insurance - Other	15,532		
660	Advertising Expense	13,332		
666	Regulatory Commission Expenses			
	- Amortization of Rate Case Expense			
667	Regulatory Commission ExpOther			
668	Water Resource Conservation Exp.			
670	Bad Debt Expense	2,391		
675	Miscellaneous Expenses	62,542	2.271	2222
	The state of the s	02,342	2,271	1,269
	Total Water Utility Expenses	\$ 734,387	\$	\$14,751

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YEAR OF REPORT December 31, 2002

SYSTEM NAME / COUNTY:

Franklin

WATER UTILITY EXPENSE ACCOUNTS

ACCT. NO.	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)
601	Salaries and Wages - Employees	\$ 243,672	\$ 9,878	T 150
603	Salaries and Wages - Officers, Directors and Majority Stockholders	95,445		\$7,159
604	Employee Pensions and Benefits	41,405	1.380	
610	Purchased Water		1,360	910
615	Purchased Power	42,960	24,858	
616	Fuel for Power Purchased	1,504	1,504	
618	Chemicals	9,658	1,504	
620	Materials and Supplies	19,168	197	1,967
631	Contractual Services-Engineering	42,000	25,200	1,907
632	Contractual Services - Accounting	27,644		
633	Contractual Services - Legal	45,871		
634	Contractual Services - Mgt. Fees			
635	Contractual Services - Testing	3,490	1,745	
636	Contractual Services - Other	22,734	2,7.10	
641	Rental of Building/Real Property	1,091		
642	Rental of Equipment	10,050		
650	Transportation Expenses	23,970	3,199	3,199
656	Insurance - Vehicle			
657	Insurance - General Liability	14,868		
658	Insurance - Workman's Comp.	8,391	340	247
659	Insurance - Other	15,532		217
660	Advertising Expense	0		
666	Regulatory Commission Expenses			
	- Amortization of Rate Case Expense			
667	Regulatory Commission ExpOther			
668	Water Resource Conservation Exp.			
670	Bad Debt Expense	2,391		
675	Miscellaneous Expenses	62,542	2,271	1,269
	Total Water Utility Expenses	\$ 734,387	\$	\$14,751

SYSTEM NAME / COUNTY:

WATER EXPENSE ACCOUNT MATRIX

				ļ	
.3 WATER	.4	.5	··· .6	.7	.8
TREATMENT	WATER TREATMENT	TRANSMISSION & DISTRIBUTION	TRANSMISSION	CHICTONATIO	
EXPENSES -	EXPENSES -	EXPENSES -	& DISTRIBUTION EXPENSES -	CUSTOMER	ADMIN. &
OPERATIONS	MAINTENANCE	OPERATIONS	MAINTENANCE	ACCOUNTS	GENERAL
(f)	(g)	(h)		EXPENSE	EXPENSES
(1)	(8)	(11)	(i)	(j)	(k)
\$	\$6,401	\$ 32,104	\$ 40,889	\$ 68,321	\$ 71,511
1,035	764	4.406	4.002	0.600	95,445
1,055	704	4,486	4,883	9,688	18,258
		18,102			
		10,102			
9,658	***************************************				
197	590	197	4,720	5,086	6,216
8,400		8,400			0,210
					27,644
					45,871
1.715					
1,745					
			1,740		20,994
			1,907		1,091
3,199	3,199	3,199	3,199	2,387	8,143
			3,199	2,367	2,387
					14,868
255	220	1,106	1,408	2,353	2,463
735666			T-00-000		15,532
22/22/22/22/22					
	7				
				2,391	
1,703	238	7,379	20,078	4,481	25,123
			, , , , , , , , , , , , , , , , , , , ,	.,,,,,,	20,125
\$33,601	\$11,413	\$ <u>74,973</u>	\$ 78,824	\$94,706	\$ 355,546

SYSTEM NAME / COUNTY:

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PUMPING AND PURCHASED WATER STATISTICS

MONTH (a)	WATER PURCHASED FOR RESALE (Omit 000's) (b)	FINISHED WATER PUMPED FROM WELLS (Omit 000's) (c)	WATER USED FOR LINE FLUSHING, FIGHTING FIRES, ETC. (d)	TOTAL WATER PUMPED AND PURCHASED (Omit 000's) [(b)+(c)-(d)] (e)	WATER SOLD TO CUSTOMERS (Omit 000's) (f)			
January	0	13,403	1,550	11,853	10,138			
February	0	12,552	2,500	10,052	7,996			
March	0	15,234	2,000	13,234	13,021			
April	0	17,270	1,725	15,545	13,656			
May	0	20,206	1,904	18,302	15,900			
June	0	23,726	1,575	22,151	22,574			
July	0	25,845	1,295	24,550	19,687			
August	0	20,637	1,200	19,437	21,297			
September	0	16,747	2,315	14,432	13,985			
October	0	16,109	1,600	14,509	12,461			
November	0	15,223	2,200	13,023	11,709			
December	0	17,266	1,750	15,516	11,055			
Total for Year	0	214,218	21,614	192,604	173,481			
If water is purchased for resale, indicate the following: Vendor N/A Point of delivery								
If water is sold to other water utilities for redistribution, list names of such utilities below: N/A								
1								

List for each source of supply:	24 Hour CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
Well No. 1 (1975) Well No. 2 (1985) Well No. 3 (1993) Well No. 4 (2000)	360,000 gpd 360,000 gpd 720,000 gpd 1,080,000 gpd	360,000 360,000 720,000 1,080,000	Floridan Aquifer Floridan Aquifer Floridan Aquifer
		2,520,000	

W-11 GROUP ____ SYSTEM ____

UTILITY NAME:	Water Management Services, Inc.	YEAR OF REPORT December 31, 2002
SYSTEM NAME / COUNTY:	Franklin	·

WATER TREATMENT PLANT INFORMATION

Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	1,090,000
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	Storage Tank
Type of treatment (reverse osmosis, (sedimentation, chemical, aerated, etc.):	Aeration and Chlorination
Unit rating (i.e., GPM, pounds	LIME TREATMENT
per gallon):	Manufacturer:
Type and size of area:	FILTRATION
Pressure (in square feet):	Manufacturer:
Gravity (in GPM/square feet):	Manufacturer:

W-12 GROUP ____ SYSTEM ____

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			i Y	174	$\boldsymbol{\mu}$	IVI	

YEAR	OF	RE	PORT
Decer	nher	31.	2002

SYSTEM NAME /	COUNTY:
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Fra	n	k	lin

CALCULATION OF THE WATER SYSTEM METER EQUIVALENTS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residenti	al	1.0	1,604	1,604
5/8"	Displacement	1,0	48	48
3/4"	Displacement	1.5	, 70	
1"	Displacement	2.5	10	25
1 1/2"	Displacement or Turbine	5.0	3	15
2"	Displacement, Compound or Turbine	8.0	5	40
3"	Displacement	15.0		15
3"	Compound	16.0	2	32
3"	Turbine	17.5	1	18
4"	Displacement or Compound	25.0		
4"	Turbine	30.0	1	30
6"	Displacement or Compound	50.0		
6"	Turbine	62.5	1	63
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
		Total Water System Me	1,676 eter Equivalents	1,889

CALCULATION OF THE WATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS

Provide a calculation used to determine the value of one water equivalent residential connection (ERC). 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 / 350 gallons per day)

ERC Calculation:		 	
173,481,000 total gallons / 365/350 GPD/ERC =		1,358	ERCs
•	*		

W-13 GROUP _____ SYSTEM ____

UTIL	ÆΥ	NA	MIE:

YEAR OF R	EPORT
December 31	2002

SYSTEM NAME / COUNTY:

Franklin	
	Franklin

OTHER WATER SYSTEM INFORMATION

Furnish information below for each system. A separate page should be supplied where necessary.					
Present ERC's * the system can efficiently serve	1,853				
2. Maximum number of ERCs * which can be served.	1,853				
3. Present system connection capacity (in ERCs *) using existing lines.	1,358				
4. Future connection capacity (in ERCs *) upon service area buildout.	6,000 (est.)				
5. Estimated annual increase in ERCs *.	65				
6. Is the utility required to have fire flow capacity? If so, how much capacity is required?	_ No				
7. Attach a description of the fire fighting facilities (See improvements below).					
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system					
9. When did the company last file a capacity analysis report with the DEP? September 24, 1999					
10. 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?					
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#					
12. Water Management District Consumptive Use Permit # 830074					
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?					

W-14
GROUP _____
SYSTEM ____

^{*} An ERC is determined based on the calculation on the bottom of Page W-13.

WASTEWATER

OPERATING

SECTION

Note:

This utility is a water only service; therefore, Pages S-1 through S-13 have been omitted from this report.