

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

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Public Service Commission
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ANNUAL REPORT

OF

East Marion Utilities, LLC

Exact Legal Name of Respondant

WS970-17-S-0-R

Submitted To The

STATE OF FLORIDA

RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION
2018 MAR 26 AM 10:25
DIVISION OF
ACCOUNTING & FINANCE

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2017

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 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". (USOA)

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

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

East Marion Utilities, LLC

3336 Grand Boulevard, Suite #102	600 NE 130 Trail	Marion
Mailing Address	Street Address	County

Telephone Number 727-937-6275 Date Utility First Organized 6/24/1986
 Fax Number 727-940-2907 E-mail Address accounting@fus1llc.com

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

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: 3336 Grand Blvd, #102
Holiday, FL 34690

Name of subdivisions where services are provided: Lakeview Woods / Trails East

CONTACTS:

Name	Title	Principal Business Address	Salary Charged Utility
Person to send correspondence: Michael Smallridge	Managing Member	3336 Grand Blvd, #102 Holiday, FL 34690	\$ 3237
Person who prepared this report: Marianne McDonald	CFO	3336 Grand Blvd, #102 Holiday, FL 34690	\$ 2923
Officers and Managers: Michael Smallridge	Managing Member	3336 Grand Blvd, #102 Holiday, FL 34690	\$ 3237
			\$
			\$
			\$
			\$
			\$

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
Michael Smallridge	100%	3336 Grand Blvd, #102 Holiday, FL 34690	\$ 3237
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2017

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ 26,686	\$ 38,134	\$ _____	\$ 64,820
Commercial_____		0	0	_____	0
Industrial_____		0	0	_____	0
Multiple Family_____		0	0	_____	0
Guaranteed Revenues_____		0	0	_____	0
Other (Specify)_____		710	0	_____	710
Total Gross Revenue_____		\$ 27,396	\$ 38,134	\$ _____	\$ 65,530
Operation Expense (Must tie to pages W-3 and S-3)					
	W-3				
	S-3	\$ 30,149	\$ 27,287	\$ _____	\$ 57,436
Depreciation Expense_____	F-5	4,859	14,021	_____	18,880
CIAC Amortization Expesne	F-8	-1,284	-2,248	_____	-3,532
Taxes Other Than Income_____	F-7	2,736	2,736	_____	5,471
Income Taxes_____	F-7	_____	_____	_____	0
Total Operating Expense		\$ 36,459	41,796	_____	\$ 78,255
Net Operating Income (Loss)		\$ -9,063	\$ -3,662	\$ _____	\$ -12,725
Other Income:					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Income_____		1	1	_____	2
Other Deductions:					
Non-Utility Expense		\$ 3,774	\$ 3,774	\$ _____	\$ 7,548
Interest on Loans		3,041	3,041	_____	6,083
		_____	_____	_____	0
		_____	_____	_____	0
Net Income (Loss)		\$ -15,878	\$ -10,477	\$ _____	\$ -26,354

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2017

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ 640517	\$ 626064
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-2	494237	490415
Net Utility Plant _____		\$ 146280	\$ 135650
Cash _____		8678	4873
Customer Accounts Receivable (141) _____		4180	3258
Other Assets (Specify): _____			
Due To/From Parent Company _____		-18300	
Accum Prvision for Uncollectable Receivables _____		0	-700
Deferred Costs _____		7175	4771
Total Assets _____		\$ 148014	\$ 147852
Liabilities and Capital:			
Common Stock Issued (201) _____	F-6		
Preferred Stock Issued (204) _____	F-6		
Other Paid in Capital (211) _____		145129	145129
Retained Earnings (215) _____	F-6	-219265	-206147
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		\$ -74137	\$ -61018
Long Term Debt (224) _____	F-6	\$ 101402	\$ 82612
Accounts Payable (231) _____		56178	38192
Notes Payable (232) _____			
Customer Deposits (235) _____		2097	2553
Accrued Taxes (236) _____		0	2801
Other Liabilities (Specify) _____		0	3579
Intercompany Loans _____		0	12700
Loan from Owner _____		0	1134
Contributions in Aid of Construction - Net (271-272) _____	F-8	62474	65299
Total Liabilities and Capital _____		\$ 148014	\$ 147852

UTILITY NAME East Marion Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2017

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101)	\$ <u>143962</u>	\$ <u>482102</u>	\$ _____	\$ <u>626064</u>
Construction Work in Progress (105) _____	_____	_____	_____	<u>0</u>
Other (Specify) Add	<u>0</u>	<u>0</u>	_____	<u>0</u>
_____ Ret	<u>27603</u>	<u>0</u>	_____	_____
_____ Adj	<u>-15059</u>	<u>1908</u>	_____	_____
Total Utility Plant _____	\$ <u><u>156507</u></u>	\$ <u><u>484010</u></u>	\$ _____	\$ <u><u>640517</u></u>

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ <u>103721</u>	\$ <u>386694</u>	\$ _____	\$ <u>490416</u>
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ <u>4859</u>	\$ <u>14021</u>	\$ _____	\$ <u>18880</u>
Salvage _____	_____	_____	_____	<u>0</u>
Other Credits (specify) _____	_____	_____	_____	<u>0</u>
Total Credits _____	\$ <u><u>4859</u></u>	\$ <u><u>14021</u></u>	\$ _____	\$ <u><u>18880</u></u>
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ <u>0</u>
Cost of removal _____	_____	_____	_____	<u>0</u>
Other debits (specify)	_____	_____	_____	<u>0</u>
_____ Retire	<u>15059</u>	_____	_____	_____
Total Debits _____	\$ <u><u>15059</u></u>	\$ <u><u>0</u></u>	\$ _____	\$ <u><u>0</u></u>
Balance End of Year _____	\$ <u><u>93521</u></u>	\$ <u><u>400716</u></u>	\$ _____	\$ <u><u>494237</u></u>

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2017

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	0	0
Shares authorized _____	0	0
Shares issued and outstanding _____	0	0
Total par value of stock issued _____	0	0
Dividends declared per share for year _____	0	0

RETAINED EARNINGS (215)

	Appropriated	Un- Appropriated
Balance first of year _____	\$ _____	\$ -61,018
Changes during the year (Specify):		
Remove Paid in Capital Balance from prior years AR ending balance for RE	_____	-145,129
Record current year profit(loss)	_____	-26,354
Fall out for Commission ordered adj in Docket No. 20150257-WS - Order No. PSC-2017-PAA-WS.	_____	13,236
Balance end of year _____ formula	\$ <u>0</u>	\$ <u>-219,265</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	
Mike Smallridge Loan	_____	_____	\$ 1134
Sam I Am Trust - Promissory Note	_____	_____	74225
Iberia Note for Tank Replacement	_____	_____	26043
Total _____			\$ <u>101401</u>

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2017

TAX EXPENSE

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax_____	\$ 0	\$ 0	\$ 0	\$ 0
State income Tax_____	0	0	0	0
Taxes Other Than Income:				
Payroll Tax.....	400	400	0	800
Regulatory Assessment Fee.....	1466	1466	0	2933
Marion County Property Tax.....	868	868	0	1736
Other (Specify) Local Busn, Allocated	1	1.2	0	2
			0	0
			0	0
			0	0
Total Tax Expense_____	\$ 2736	\$ 2736	\$ 0	\$ 5471

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.

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
American Pipe & Tank, Inc.	\$	\$ 3256	Sludge Removal
Blake Utility Construction	\$ 27495	\$	Install Tank
Steve McGee	\$ 5258	\$ 5258	Monthly Operations
Dewaine Christmas	\$ 845	\$	Meter Reading
Steve McGee	\$ 6472	\$ 6472	Contract Operations
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	
	\$	\$	

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2017

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ <u>39700</u>	\$ <u>77600</u>	\$ <u>117300</u>
2) Add credits during year _____			
	\$ _____	\$ _____	\$ _____
3) Total _____	<u>39700</u>	<u>77600</u>	<u>117300</u>
4) Deduct charges during the year _____			
5) Balance end of year _____	<u>39700</u>	<u>77600</u>	<u>117300</u>
6) Less Accumulated Amortization _____	<u>20663</u>	<u>34163</u>	<u>54826</u>
7) Net CIAC _____	\$ <u>19037</u>	\$ <u>43437</u>	\$ <u>62474</u>

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

Report below all developers or contractors agreements from which cash or property was received during the year.	Indicate "Cash" or "Property"	Water	Wastewater
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Sub-total _____		\$ _____	\$ _____
Report below all capacity charges, main extension charges and customer connection charges received during the year.			
Description of Charge	Number of Connections	Charge per Connection	
_____	_____	\$ _____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ _____

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ <u>19665</u>	\$ <u>32336</u>	\$ <u>52001</u>
Add Debits During Year: _____	<u>1284</u>	<u>2248</u>	<u>3532</u>
Adjustments a _____	<u>-286</u>	<u>-421</u>	<u>-707</u>
Deduct Credits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.)	\$ <u>20663</u>	\$ <u>34163</u>	\$ <u>54826</u>

a Commission ordered adj in Docket No. 20150257-WS - Order No. PSC-2017-PAA-WS.

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

UTILITY NAME East Marion Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2017

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	_____	_____ %	_____ %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other (Explain)	_____	_____ %	_____ %	_____ %
Total	\$ <u>_____</u>	<u>100.00</u> %		<u>_____</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:	_____

**WATER
OPERATING
SECTION**

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2017

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization	\$ 944	\$	\$	\$ 944
302	Franchises	0			0
303	Land and Land Rights	0			0
304	Structures and Improvements	6666			6666
305	Collecting and Impounding Reservoirs	0			0
306	Lake, River and Other Intakes	0			0
307	Wells and Springs	4134			4134
308	Infiltration Galleries and Tunnels	0			0
309	Supply Mains	3760			3760
310	Power Generation Equipment	0			0
311	Pumping Equipment (Electric)	4245		-7165 a	11410
311	Pumping Equipment (Sub Pump)	7165		7165 a	0
320	Water Treatment Equipment	681			681
330	Distribution Reservoirs and Standpipes	27475	26131	15059	38547
331	Transmission and Distribution Lines	63034			63034
333	Services	19071			19071
334	Meters and Meter Installations	6788	1472		8260
335	Hydrants	0			0
336	Backflow Prevention Devices	0			0
339	Other Plant and Miscellaneous Equipment	0			0
340	Office Furniture and Equipment	0			0
341	Transportation Equipment	0			0
342	Stores Equipment	0			0
343	Tools, Shop and Garage Equipment	0			0
344	Laboratory Equipment	0			0
345	Power Operated Equipment	0			0
346	Communication Equipment	0			0
347	Miscellaneous Equipment	0			0
348	Other Tangible Plant	0			0
	Total Water Plant	\$ 143962	\$ 27603	\$ 15059	\$ 156507

a Consolidate PIS account balance.

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2017

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)
301	Organization (Original Certificate)	40		2.50	614		23.60	637
304	Structures and Improvements	27	%	3.70 %	\$ 5916	\$	\$ 246.89	\$ 6163
305	Collecting and Impounding Reservoirs		%	%				
306	Lake, River and Other Intakes		%	%				
307	Wells and Springs	27	%	3.70 %	3218		153.11	3371
308	Infiltration Galleries & Tunnels		%	%				
309	Supply Mains	32	%	3.13 %	3057		117.50	3175
310	Power Generating Equipment		%	%				
311	Pumping Equipment (Electric)	17	%	5.88 %	1782	-4053 a	671.16	6506
311	Pumping Equipment (Sub Pump)	17	%	5.88 %	4053	4053 a		0
320	Water Treatment Equipment	17	%	5.88 %	681			681
330	Distribution Reservoirs & Standpipes	33	%	3.03 %	21646	15059 b	1000.33	7588
331	Trans. & Dist. Mains	38	%	2.63 %	43119		1658.79	44778
333	Services	35	%	2.86 %	14172		544.89	14717
334	Meter & Meter Installations	17	%	5.88 %	5463		442.58	5905
335	Hydrants		%	%				
336	Backflow Prevention Devices		%	%				
339	Other Plant and Miscellaneous Equipment		%	%				
340	Office Furniture and Equipment	6	%	16.67 %	0			0
341	Transportation Equipment	6	%	16.67 %				
342	Stores Equipment		%	%				
343	Tools, Shop and Garage Equipment		%	%				
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%	0			0
348	Other Tangible Plant		%	%	0			0
	Totals				\$ 103721	\$ 15059	\$ 4858.85	\$ 93521 *

* This amount should tie to Sheet F-5.

a - Consolidate balances.

b - Retirement

UTILITY NAME: _____ East Marion Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2017

PUMPING AND PURCHASED WATER STATISTICS

(a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January	n/a	548	6	n/a	453
February	n/a	317	6	n/a	261
March	n/a	421	6	n/a	462
April	n/a	465	6	n/a	482
May	n/a	702	6	n/a	640
June	n/a	318	6	n/a	260
July	n/a	357	6	n/a	398
August	n/a	347	6	n/a	311
September	n/a	616	6	n/a	364
October	n/a	360	6	n/a	378
November	n/a	411	6	n/a	371
December	n/a	365	6	n/a	330
Total for Year		5227	72		4710

If water is purchased for resale, indicate the following:

Vendor _____ N/A
Point of delivery N/A

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

MAINS (FEET)

Kind of Pipe (PVC, Cast Iron, Coated Steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC	6"	200	None	None	200
PVC	4"	8450	None	None	8450
PVC	2"	1675	None	None	1675
PVC	1.5"	375	None	None	375

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2017

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed_____	1966	_____	_____	_____
Types of Well Construction and Casing_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Depth of Wells_____	_____	_____	_____	_____
Diameters of Wells_____	6"	_____	_____	_____
Pump - GPM_____	250	_____	_____	_____
Motor - HP_____	20	_____	_____	_____
Motor Type *_____	Submersible	_____	_____	_____
Yields of Wells in GPD_____	0.36 MGD	_____	_____	_____
Auxiliary Power_____	None	_____	_____	_____
* Submersible, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	Steel Aeration	Steel Hydro	_____	_____
Capacity of Tank_____	6,000	3,000	_____	_____
Ground or Elevated_____	Ground	Ground	_____	_____

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
<u>Motors</u>				
Manufacturer_____	n/a	_____	_____	_____
Type_____	n/a	_____	_____	_____
Rated Horsepower_____	n/a	_____	_____	_____
<u>Pumps</u>				
Manufacturer_____	n/a	_____	_____	_____
Type_____	n/a	_____	_____	_____
Capacity in GPM_____	n/a	_____	_____	_____
Average Number of Hours Operated Per Day_____	n/a	_____	_____	_____
Auxiliary Power_____	n/a	_____	_____	_____

UTILITY NAME: _____ East Marion Utilities, LLC

YEAR OF REPORT DECEMBER 31, 2017

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day _____	360,000	_____	_____
Type of Source _____	Florida Aquifer	_____	_____

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type _____	_____	_____	_____
Make _____	_____	_____	_____
Permitted Capacity (GPD) _____	_____	_____	_____
High service pumping Gallons per minute _____	_____	_____	_____
Reverse Osmosis _____	_____	_____	_____
Lime Treatment _____	_____	_____	_____
Unit Rating _____	_____	_____	_____
Filtration _____	_____	_____	_____
Pressure Sq. Ft. _____	_____	_____	_____
Gravity GPD/Sq.Ft. _____	_____	_____	_____
Disinfection _____	_____	_____	_____
Chlorinator _____	Sodium Hypochlorite	_____	_____
Ozone _____	_____	_____	_____
Other _____	_____	_____	_____
Auxiliary Power _____	_____	_____	_____

UTILITY NAME: ___ East Marion Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2017

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. _____ 105
- 2. Maximum number of ERCs * which can be served. _____ 105
- 3. Present system connection capacity (in ERCs *) using existing lines. _____ 105
- 4. Future connection capacity (in ERCs *) upon service area buildout. _____ 105
- 5. Estimated annual increase in ERCs *. _____ 0
- 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.

- 9. When did the company last file a capacity analysis report with the DEP? _____
- 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? _ No
- 11. Department of Environmental Protection ID # _____ PW8 680-5C
- 12. Water Management District Consumptive Use Permit # _____ 20012584
 - a. Is the system in compliance with the requirements of the CUP? _____ Yes
 - b. If not, what are the utility's plans to gain compliance? _____

* An ERC is determined based on one of the following methods:
(a) If actual flow data are available from the preceding 12 months:
Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.

(b) If no historical flow data are available use:
ERC = (Total SFR gallons sold (omit 000/365 days/350 gallons per day).

**WASTEWATER
OPERATING
SECTION**

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT December 31, 2016

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ 1145	\$ _____	\$ _____	\$ 1145
352	Franchises_____	_____	_____	_____	_____
353	Land and Land Rights_____	0	_____	_____	0
354	Structures and Improvements_____	17419	_____	_____	17419
355	Power Generation Equipment_____	_____	_____	_____	_____
360	Collection Sewers - Force_____	9380	_____	_____	9380
361	Collection Sewers - Gravity_____	194373	_____	_____	194373
362	Special Collecting Structures_____	53404	_____	_____	53404
363	Services to Customers_____	25901	_____	_____	25901
364	Flow Measuring Devices_____	_____	_____	_____	_____
365	Flow Measuring Installations_____	_____	_____	_____	_____
370	Receiving Wells_____	_____	_____	_____	_____
371	Pumping Equipment_____	_____	_____	_____	_____
380	Treatment and Disposal Equipment_____	132921	1908 a	_____	134829
381	Plant Sewers_____	_____	_____	_____	_____
382	Outfall Sewer Lines_____	3770	_____	_____	3770
389	Other Plant and Miscellaneous Equipment_____	43789	_____	_____	43789
390	Office Furniture and Equipment_____	_____	_____	_____	_____
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_____	0	_____	_____	0
	Total Wastewater Plant_____	\$ 482102	\$ 1908	\$ 0	\$ 484010

a Commission ordered adj in Docket No. 20150257-WS - Order No. PSC-2017-PAA-WS.

* This amount should tie to sheet F-5.

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT
December 31, 2016

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)
351	Organizational Costs	40	%	2.50 %	\$ 744	\$	\$ 43	\$ 787
354	Structures & Improvements	27	%	3.70	15088		968	16056
355	Power Generation Equipment		%	%				
360	Collection Sewers - Force	27	%	3.70 %	9030		350	9380
361	Collection Sewers - Gravity	40	%	2.50 %	125099		7289	132388
362	Special Collecting Structures	37	%	2.7 %	37510		2165	39675
363	Services to Customers	35	%	2.86 %	19248		1110	20358
364	Flow Measuring Devices		%	%				
365	Flow Measuring Installations		%	%				
370	Receiving Wells		%	%				
371	Pumping Equipment	15	%	6.67 %	0			0
380	Treatment and Disposal Equipment	15	%	6.67 %	132921		1908	134829
381	Plant Sewers		%	%				
382	Outfall Sewer Lines	30	%	3.33 %	3265		189	3454
389	Other Plant and Miscellaneous Equipment	15	%	6.67 %	43789			43789
390	Office Furniture and Equipment		%	%				
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	10	%	10.00 %	0			0
	Totals				\$ 386694	\$	\$ 14021	\$ 400716 *

* This amount should tie to Sheet F-5.

UTILITY NAME: ___ East Marion Utilities, LLC

YEAR OF REPORT December 31, 2016

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees.....	\$ 5095
703	Salaries and Wages - Officers.....	1618
704	Employee Benefits.....	446
711	Sludge Removal.....	3256
715	Purchased Power.....	2661
718	Chemicals.....	758
720	Materials & Supplies.....	405
731	Contractual Services - Professional.....	18
735	Contractual Services - Testing.....	610
736	Contractual Services - Other.....	7972
740	Rents.....	1039
750	Transportation.....	61
755	Insurance.....	503
765	Regulatory Commission.....	670
770	Bad Debt Expense.....	17
775	Miscellaneous Expense.....	2159
Total Wastewater Operation And Maintenance Expense _____		\$ <u>27287</u>

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
All meter sizes	D	1.0	92	92	92
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			<u>92</u>	<u>92</u>	<u>92</u>

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: _____ East Marion Utilities, LLC

YEAR OF REPORT December 31, 2016

PUMPING EQUIPMENT

Lift Station Number _____	LS-1	_____	_____	_____	_____	_____
Make or Type and nameplate data on pump _____	SN4	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
Year installed _____	1985	_____	_____	_____	_____	_____
Rated capacity _____	_____	_____	_____	_____	_____	_____
Size _____	_____	_____	_____	_____	_____	_____
Power:	_____	_____	_____	_____	_____	_____
Electric _____	_____	_____	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	3	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	PVC	_____	_____	_____	_____	_____
Average length _____	40'	_____	_____	_____	_____	_____
Number of active service connections _____	_____	_____	_____	_____	_____	_____
Beginning of year _____	94	_____	_____	_____	_____	_____
Added during year _____	0	_____	_____	_____	_____	_____
Retired during year _____	0	_____	_____	_____	_____	_____
End of year _____	94	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains			
Size (inches) _____	8"	_____	_____	_____	4"	3"	_____	_____
Type of main _____	PVC	_____	_____	_____	PVC	PVC	_____	_____
Length of main (nearest foot) _____	_____	_____	_____	_____	_____	_____	_____	_____
Beginning of year _____	9880	_____	_____	_____	950	825	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	_____
End of year _____	9880	_____	_____	_____	950	825	_____	_____

MANHOLES

Size (inches) _____	48"	_____	_____	_____
Type of Manhole _____	concrete	_____	_____	_____
Number of Manholes:	_____	_____	_____	_____
Beginning of year _____	35	_____	_____	_____
Added during year _____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____
End of Year _____	35	_____	_____	_____

UTILITY NAME: _____ East Marion Utilities, LLC

YEAR OF REPORT December 31, 2016

TREATMENT PLANT

Manufacturer_____	McNeill_____		
Type_____	Extended Aeration_____	_____	_____
"Steel" or "Concrete"_____	Concrete_____	_____	_____
Total Permitted Capacity_____	50,000_____	_____	_____
Average Daily Flow_____	10,704_____	_____	_____
Method of Effluent Disposal_____	Evap. Ponds/RIB_____	_____	_____
Permitted Capacity of Disposal_____	99,000_____	_____	_____
Total Gallons of Wastewater treated_____	4,524,000_____	_____	_____

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_____	341_____	n/a_____	341_____
February_____	544_____	n/a_____	544_____
March_____	560_____	n/a_____	560_____
April_____	535_____	n/a_____	535_____
May_____	574_____	n/a_____	574_____
June_____	511_____	n/a_____	511_____
July_____	376_____	n/a_____	376_____
August_____	356_____	n/a_____	356_____
September_____	333_____	n/a_____	333_____
October_____	419_____	n/a_____	419_____
November_____	459_____	n/a_____	459_____
December_____	618_____	n/a_____	618_____
Total for year_____	5626_____	_____	5626_____

If Wastewater Treatment is purchased, indicate the vendor: _____

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. _____ 93
- 2. Maximum number of ERCs* which can be served. _____ 179
- 3. Present system connection capacity (in ERCs*) using existing lines. _____ 93
- 4. Future connection capacity (in ERCs*) upon service area buildout. _____ 93
- 5. Estimated annual increase in ERCs*. _____ 0
- 6. Describe any plans and estimated completion dates for any enlargements or improvements of this system N/A

- 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? _____ N/A
If so, when? _____
- 9. Has the utility been required by the DEP or water management district to implement reuse? _____ No
If so, what are the utility's plans to comply with this requirement? _____

- 10. When did the company last file a capacity analysis report with the DEP? _____ N/A
- 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? _____ No
- 12. Department of Environmental Protection ID # ____ DO01-176465

* An ERC is determined based on one of the following methods:
(a) If actual flow data are available from the preceding 12 months:
Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
(b) If no historical flow data are available use:
ERC = (Total SFR gallons sold (omit 000/365 days/280 gallons per day).

UTILITY NAME: East Marion Utilities, LLC

YEAR OF REPORT
DECEMBER 31, 2017

CERTIFICATION OF ANNUAL REPORT

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

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

Items Certified

1. 2. 3. 4.

 *

(signature of chief executive officer of the utility)

Date:

3-23-19

1. 2. 3. 4.

_____ *

(signature of chief financial officer of the utility)

Date:

* 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:

For the Year Ended December 31, 2017

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. F-3	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ <u>26,686.40</u>	\$ <u>26,686.40</u>	\$ <u>—</u>
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	<u>710.00</u>	<u>710.00</u>	<u>—</u>
Total Water Operating Revenue	\$ <u>27,396.40</u>	\$ <u>27,396.40</u>	\$ <u>—</u>
LESS: Expense for Purchased Water from FPSC-Regulated Utility	<u>—</u>	<u>—</u>	<u>—</u>
Net Water Operating Revenues	\$ <u>27,396.40</u>	\$ <u>27,396.40</u>	\$ <u>—</u>

Explanations:

Instructions:

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

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

Company:

For the Year Ended December 31, 2017

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues Per Sch. F-3	Gross Wastewater Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ <u>38,134.08</u>	\$ <u>38,134.08</u>	\$ <u>—</u>
Commercial	_____	_____	_____
Industrial	_____	_____	_____
Multiple Family	_____	_____	_____
Guaranteed Revenues	_____	_____	_____
Other	_____	_____	_____
Total Wastewater Operating Revenue	\$ <u>38,134.08</u>	\$ <u>38,134.08</u>	\$ <u>—</u>
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	_____	_____	_____
Net Wastewater Operating Revenues	\$ <u>38,134.08</u>	\$ <u>38,134.08</u>	\$ <u>—</u>

Explanations:

Instructions:

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