

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

OFFICIAL COPY

RECEIVED

ANNUAL REPORT

OF

RESIDENTIAL WATER SYSTEMS, INC.

Exact Legal Name of Respondent

419W

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



RECEIVED

WU370-00-AR

RESIDENTIAL WATER SYS., INC.

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2000

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 Water and Wastewater
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

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

GENERAL DEFINITIONS

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

ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION (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)

FINANCIAL SECTION

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REPORT OF

RESIDENTIAL WATER SYSTEMS, INC.

(EXACT NAME OF UTILITY)

P.O. BOX 5220 OCALA, FL 34478-5220
Mailing Address

1732 NE 25TH AVENUE OCALA FL MARION COUNTY
Street Address County

Telephone Number 352-622-4949

Date Utility First Organized 10/06/83

Fax Number 352-732-4366

E-mail Address CHARLIE@ALTERNATIVEPHONE.COM

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

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: 1732 NE 25TH AVENUE OCALA FL
352-622-4949

Name of subdivisions where services are provided: SUN TREE, HIGH POINT, EDGEWOOD, COUNTRY
ESTATES, BUFFINGTON ADDITION, AND WINEBERRY

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: CHARLES DEMENZES	PRESIDENT	1732 NE 25TH AVENUE OCALA, FL	
Person who prepared this report: DANIEL J. COLLIER	CPA	1111 NE 25TH AVE #204 OCALA, FL 34471	
Officers and Managers: CHARLES DEMENZES	PRESIDENT	1732 NE 25TH AVENUE OCALA, FL	\$
DEPORAH DILLON	VICE PRESIDENT	1732 NE 25TH AVENUE OCALA, FL	\$

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

Name	Percent Ownership in Utility	Principle Business Address	Salary Charged Utility
CHARLES DEMENZES	100.00%	1732 NE 25TH AVENUE OCALA, FL	\$
			\$
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INCYEAR OF REPORT
DECEMBER 31, 2000

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_ _ _ _ _		\$ 144,795	\$ _____	\$ _____	\$ 144,795
Commercial_ _ _ _ _		_____	_____	_____	_____
Industrial_ _ _ _ _		_____	_____	_____	_____
Multiple Family_ _ _ _ _		_____	_____	_____	_____
Guaranteed Revenues_ _		_____	_____	_____	_____
Other -Turn on/off charges		<u>4,453</u>	<u>_____</u>	<u>_____</u>	<u>4,453</u>
Total Gross Revenue_ _ _		\$ <u>149,248</u>	\$ <u>_____</u>	\$ <u>_____</u>	\$ <u>149,248</u>
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 138,437	\$ _____	\$ _____	\$ 138,437
Depreciation Expense_ _ _ _	F-5	<u>15,202</u>	_____	_____	<u>15,202</u>
CIAC Amortization Expense_	F-8	<u>(10,295)</u>	_____	_____	<u>(10,295)</u>
Taxes Other Than Income_ _	F-7	<u>9,220</u>	_____	_____	<u>9,220</u>
Income Taxes_ _ _ _ _	F-7	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
Total Operating Expense		\$ <u>152,564</u>	<u>_____</u>	<u>_____</u>	\$ <u>152,564</u>
Net Operating Income (Loss)		\$ <u>(3,316)</u>	\$ <u>_____</u>	\$ <u>_____</u>	\$ <u>(3,316)</u>
Other Income:					
Nonutility Income_ _ _ _ _		\$ <u>309</u>	\$ _____	\$ _____	\$ <u>309</u>
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses_ _ _ _ _		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_ _ _ _ _		<u>10,106</u>	_____	_____	<u>10,106</u>
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss)		\$ <u>(13,113)</u>	\$ <u>_____</u>	\$ <u>_____</u>	\$ <u>(13,113)</u>

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) _____	F-5,W-1,S-1	\$ 565727	\$ 247680
Accumulated Depreciation and Amortization (108) _____	F-5,W-2,S-2	<u>-140793</u>	<u>-128382</u>
Net Utility Plant _____		\$ 424934	\$ 119298
Cash _____		14908	1451
Customer Accounts Receivable (141) _____		13961	12754
Other Assets (Specify): _____			
UTILITY DEPOSITS _____		300	300
LOAN COSTS, NET OF AMORTIZATION _____		5158	1560
DUE FROM RELATED PARTY _____		12546	
PREPAID EXPENSES _____			438
Total Assets _____		\$ 471807	\$ 135801
Liabilities and Capital:			
Common Stock Issued (201) _____	F-6	100	100
Preferred Stock Issued (204) _____	F-6		
Other Paid in Capital (211) _____		400	400
Retained Earnings (215) _____	F-6	-54343	-41230
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		\$ -53843	\$ -40730
Long Term Debt (224) _____	F-6	\$ 285534	\$ 94917
Accounts Payable (231) _____		12494	5990
Notes Payable (232) _____			
Customer Deposits (235) _____		2720	2961
Accrued Taxes (236) _____			
Other Liabilities (Specify) _____			
REG COMMISSION TAX _____		6716	6467
Advances for Construction _____		383105	220821
Contributions in Aid of Construction - Net (271-272) _____	F-8	<u>-164919</u>	<u>-154625</u>
Total Liabilities and Capital _____		\$ 471807	\$ 135801

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INC

YEAR OF REPORT
DECEMBER 31, 2000

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service -----	\$ 565727	\$ _____	\$ _____	\$ 565727
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ 565727	\$ _____	\$ _____	\$ 565727

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ 128382	\$ _____	\$ _____	\$ 128382
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ 15202	\$ _____	\$ _____	\$ 15202
Salvage _____	_____	_____	_____	0
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ 15202	\$ _____	\$ _____	\$ 15202
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ 2791	\$ _____	\$ _____	\$ 2791
Cost of removal _____	_____	_____	_____	0
Other debits (specify) _____	_____	_____	_____	_____
Total Debits _____	\$ 2791	\$ _____	\$ _____	\$ 2791
Balance End of Year _____	\$ 140793	\$ _____	\$ _____	\$ 140793

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INC

YEAR OF REPORT
DECEMBER 31, 2000

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	1	
Shares authorized _____	100	
Shares issued and outstanding _____	100	
Total par value of stock issued _____	100	
Dividends declared per share for year _____		

RETAINED EARNINGS (215)

	Appropriated	Un- Appropriated
Balance first of year _____	\$ _____	\$ -41230
Changes during the year (Specify):		
NET INCOME (LOSS) _____		-13113
Balance end of year _____	\$ _____	\$ -54343

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	
FIRST BANK OF THE VILLAGES	8.75%	MO	\$ 80419
N/P STATE OF FLORIDA	3.55%	40 2 A YEAR	205115
Total _____			\$ 285534

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax_____	\$ _____	\$ _____	\$ _____	\$ _____
State income Tax_____	_____	_____	_____	_____
Taxes Other Than Income:_____	_____	_____	_____	_____
State ad valorem tax_____	_____	_____	_____	_____
Local property tax_____	_____	_____	_____	_____
Regulatory assessment fee_____	6716	_____	_____	6716
Other (Specify)_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Taxes Accrued_____	\$ 6716	\$ _____	\$ _____	\$ 6716

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

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

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
MIRA INTERNATIONAL	\$ 105067	\$ _____	MANAGEMENT AND MAINTENANCE
AQUA PURE	\$ 5361	\$ _____	PLANT OPERATION & TESTING
DANIEL J. COLLIER P.A.	\$ 8010	\$ _____	AUDIT AND TAX PREPARATION
CHARLES DEMENZES	\$ 4000	\$ _____	MANAGEMENT
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year_____	\$ 220,821	\$ _____	\$ 220,821
2) Add credits during year_____			
CONNECTION & IMPACT FEES	\$ 162,284	\$ _____	\$ 162,284
3) Total_____	383,105	_____	383,105
4) Deduct charges during the year_____			
5) Balance end of year_____	383,105	_____	383,105
6) Less Accumulated Amortization_____	164,919	_____	164,919
7) Net CIAC_____	\$ 218,186	\$ _____	\$ 218,186

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
LINES FROM DALTON WOODS		PROPERTY	132,714	
_____		_____	_____	_____
_____		_____	_____	_____
_____		_____	_____	_____
_____		_____	_____	_____
Sub-total_____			\$ 132,714	\$ _____
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		
CONNECTION FEES	1	\$ 70	\$ 70	\$ _____
IMPACT FEES	59	500	29,500	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.)_____			\$ 162,284	\$ _____

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year_____	\$ 154,625	\$ _____	\$ 154,625
Add Credits During Year:_____	_____	_____	0
Deduct Debits During Year:_____	10,294	_____	10,294
Balance End of Year (Must agree with line #6 above.)	\$ 164,919	\$ _____	\$ 164,919

A PRIOR PERIOD ADJUSTMENT DUE TO AUDIT OF FINANCIAL STATEMENTS

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

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INC

YEAR OF REPORT DECEMBER 31, 2000

SCHEDULE "A"

NO AFUDC WAS CHARGED FOR THE YEAR

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

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	\$ _____	_____ %	%	_____ %
Preferred Stock	_____	_____ %	%	_____ %
Long Term Debt	_____	_____ %	%	_____ %
Customer Deposits	_____	_____ %	%	_____ %
Tax Credits - Zero Cost	_____	_____ %	0.00 %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	%	_____ %
Deferred Income Taxes	_____	_____ %	%	_____ %
Other (Explain)	_____	_____ %	%	_____ %
Total	\$ _____	<u>100.00</u> %		_____ %

(1) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

APPROVED AFUDC RATE

Current Commission approved AFUDC rate: _____ %
Commission Order Number approving AFUDC rate: _____

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

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INC

YEAR OF REPORT
DECEMBER 31, 2000

SCHEDULE "B"

NO AFUDC WAS CHARGED FOR THE YEAR

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

Class of Capital (a)	Per Book Balance (b)	Non-utility Adjustments (c)	Non-juris. Adjustments (d)	Other (1) Adjustments (e)	Capital Structure Used for AFUDC Calculation (f)
Common Equity	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Preferred Stock	_____	_____	_____	_____	_____
Long Term Debt	_____	_____	_____	_____	_____
Customer Deposits	_____	_____	_____	_____	_____
Tax Credits-Zero Cost	_____	_____	_____	_____	_____
Tax Credits-Weighted	_____	_____	_____	_____	_____
Cost of Capital	_____	_____	_____	_____	_____
Deferred Income Taxes	_____	_____	_____	_____	_____
Other (Explain)	_____	_____	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

(1) Explain below all adjustments made in Column (e):

N/A

WATER OPERATING SECTION

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INC

YEAR OF REPORT DECEMBER 31, 2000

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization_____	\$ 400	\$ _____	\$ _____	\$ 400
106	Construction in process_____	_____	_____	_____	_____
303	Land and Land Rights_____	_____	_____	_____	_____
304	Structures and Improvements_____	38,366	_____	_____	38,366
305	Collecting and Impounding Reservoirs_____	_____	_____	_____	_____
306	Lake, River and Other Intakes_____	_____	_____	_____	_____
307	Wells and Springs_____	_____	_____	_____	_____
308	Infiltration Galleries and Tunnels_____	_____	_____	_____	_____
309	Supply Mains_____	_____	_____	_____	_____
310	Power Generation Equipment_____	13,557	32,018	13,557	32,018
311	Pumping Equipment_____	27,801	19,573	_____	47,374
320	Water Treatment Equipment_____	89,714	_____	_____	89,714
330	Distribution Reservoirs and Standpipes_____	39,535	134,184	_____	173,719
331	Transmission and Distribution Lines_____	861	132,713	_____	133,574
333	Services_____	_____	26,115	_____	26,115
334	Meters and Meter Installations_____	11,874	70	_____	11,944
335	Hydrants_____	_____	4,500	_____	4,500
336	Backflow Prevention Devices_____	_____	_____	_____	_____
339	Other Plant and Miscellaneous Equipment_____	4,920	_____	_____	4,920
340	Office Furniture and Equipment_____	3,083	_____	_____	3,083
341	Transportation Equipment_____	_____	_____	_____	_____
342	Stores Equipment_____	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment_____	_____	_____	_____	_____
344	Laboratory Equipment_____	_____	_____	_____	_____
345	Power Operated Equipment_____	_____	_____	_____	_____
346	Communication Equipment_____	_____	_____	_____	_____
347	Miscellaneous Equipment_____	_____	_____	_____	_____
348	Other Tangible Plant_____	_____	_____	_____	_____
	Total Water Plant_____	\$ 230,111	\$ 349,173	\$ 13,557	\$ 565,727

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INC

YEAR OF REPORT	
DECEMBER 31,	2000

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
304	Structures and Improvements _ _ _	27	0 %	3.70% %	\$ 20,877	\$	\$ 1,421	\$ 22,298
301	Franchises - amortize 4 years	4	0 %	25.00% %	400			400
306	Lake, River and Other Intakes _ _ _		%	%				
307	Wells and Springs _ _ _		%	%				
308	Infiltration Galleries & Tunnels _ _ _		%	%				
309	Supply Mains _ _ _		%	%				
310	Power Generating Equipment _ _	17	0 %	5.88% %	2,525	2,791	1,334	1,068
311	Pumping Equipment _ _ _	15	0 %	6.67% %	9,182		2,032	11,214
320	Water Treatment Equipment _ _ _	17	0 %	5.88% %	81,945		5,277	87,222
330	Distribution Reservoirs & Standpipes _ _ _	30	0 %	3.33% %	3,844		3,181	7,025
331	Trans. & Dist. Mains _ _ _	38	0 %	2.63% %	198		605	803
333	Services _ _ _	35	0 %	2.86% %			311	311
334	Meter & Meter Installations _ _ _	17	0 %	5.88% %	3,991		701	4,692
335	Hydrants _ _ _	20	0 %	5.00% %			94	94
336	Backflow Prevention Devices _ _ _		%	%				
339	Other Plant and Miscellaneous Equipment _ _ _	20	0 %	5.00% %	2,337		246	2,583
340	Office Furniture and Equipment _ _ _	6	0 %	16.67% %	3,083			3,083
341	Transportation Equipment _ _ _		%	%				
342	Stores Equipment _ _ _		%	%				
343	Tools, Shop and Garage Equipment _ _ _		%	%				
344	Laboratory Equipment _ _ _		%	%				
345	Power Operated Equipment _ _ _		%	%				
346	Communication Equipment _ _ _		%	%				
347	Miscellaneous Equipment _ _ _		%	%				
348	Other Tangible Plant _ _ _		%	%				
	Totals _ _ _				\$ 128,382	\$ 2,791	\$ 15,202	\$ 140,793 *

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees_____	\$ _____
603	Salaries and Wages - Officers, Directors, and Majority Stockholders_____	_____
604	Employee Pensions and Benefits_____	_____
610	Purchased Water_____	_____
615	Purchased Power_____	5,833
616	Fuel for Power Production_____	438
618	Chemicals_____	720
620	Materials and Supplies_____	2,042
630	Contractual Services:	
	Billing_____	93,440
	Professional_____	8,010
	Testing_____	1,515
	Other_____	4,046
640	Rents_____	_____
650	Transportation Expense_____	_____
655	Insurance Expense_____	3,120
665	Regulatory Commission Expenses (Amortized Rate Case Expense)_____	_____
670	Bad Debt Expense_____	418
675	Miscellaneous Expenses - Repairs_____	18,855
	Total Water Operation And Maintenance Expense_____	\$ 138,437 *

* This amount should tie to Sheet F-3.

WATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
5/8"	D	1.0	529	529	529
3/4"	D	1.5			
1"	D	2.5	0	4	10
1 1/2"	D,T	5.0			
General Service					
5/8"	D	1.0			
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0			
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers					
Other (Specify)					
Total			529	533	539

** D = Displacement

C = Compound

T = Turbine

PUMPING AND PURCHASED WATER STATISTICS

	Water Purchased For Resale (Omit 000's)	Finished Water From Wells (Omit 000's)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)]	Water Sold To Customers (Omit 000's)
(a)	(b)	(c)	(d)	(e)	(f)
January _ _ _ _ _	NONE	4230	54	4176	4176
February _ _ _ _ _		4100	309	3791	3791
March _ _ _ _ _		5650	322	5328	5328
April _ _ _ _ _		6500	105	6395	6395
May _ _ _ _ _		9125	220	8905	8905
June _ _ _ _ _		9100	175	8925	8925
July _ _ _ _ _		5400	120	5280	5280
August _ _ _ _ _		4150	117	4033	4033
September _ _ _ _ _		4800	80	4720	4720
October _ _ _ _ _		4500	113	4387	4387
November _ _ _ _ _		5200	86	5114	5114
December _ _ _ _ _		4100	134	3966	3966
Total for Year _ _ _ _ _		66855	1835	65020	65020

If water is purchased for resale, indicate the following:

Vendor _____

Point of delivery _____

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

N/A

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	4"	10280			10280
PVC	6"	23545	1515		25060
PVC	8"	4580	8096		12676

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed_____	1984	1984		
Types of Well Construction and Casing_____	STEEL GROUTED	STEEL GROUTED		

Depth of Wells_____	220	220		
Diameters of Wells_____	8"	8"		
Pump - GPM_____	600	600		
Motor - HP_____	30	30		
Motor Type *_____	750,000	750,000		
Yields of Wells in GPD_____				
Auxiliary Power_____				
* Submersible, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete)	STEEL	STEEL	STEEL	
Capacity of Tank_____	20000	20000	20000	
Ground or Elevated_____	GROUND	GROUND	GROUND	

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
Motors				
Manufacturer_____	N/A			
Type_____				
Rated Horsepower_____				
Pumps				
Manufacturer_____				
Type_____				
Capacity in GPM_____				
Average Number of Hours Operated Per Day_____				
Auxiliary Power_____				

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 2000

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)		
Permitted Gals. per day _____	300000	_____
Type of Source _____	WELL	_____

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:		
Type _____	LIQUID CHLORINATED	_____
Make _____	VT 100	_____
Permitted Capacity (GPD) _____	1,500,000	_____
High service pumping		_____
Gallons per minute _____	NA	_____
Reverse Osmosis _____	NA	_____
Lime Treatment		_____
Unit Rating _____	NA	_____
Filtration		_____
Pressure Sq. Ft. _____	NA	_____
Gravity GPD/Sq.Ft. _____		_____
Disinfection		_____
Chlorinator _____	NA	_____
Ozone _____		_____
Other _____		_____
Auxiliary Power _____	YES	_____

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. 636
2. Maximum number of ERCs * which can be served. 1179
3. Present system connection capacity (in ERCs *) using existing lines. 725
4. Future connection capacity (in ERCs *) upon service area buildout. 150
5. Estimated annual increase in ERCs *. 10
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. FIRE HYDRANTS
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? NA NA
10. If the present system does not meet the requirements of DEP rules, submit the following:
NA
 - 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 # 3424625
12. Water Management District Consumptive Use Permit # 2-83-0023ANFM
 - 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).

THIS COMPANY IS WATER ONLY

UTILITY NAME: RESIDENTIAL WATER SYSTEMS, INC

YEAR OF REPORT
DECEMBER 31, 2000


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. <input checked="" type="checkbox"/>	2. <input checked="" type="checkbox"/>	3. <input checked="" type="checkbox"/>	4. <input checked="" type="checkbox"/>
---	---	---	---



(signature of chief executive officer of the utility) *

1. <input type="checkbox"/>	2. <input type="checkbox"/>	3. <input type="checkbox"/>	4. <input type="checkbox"/>
--------------------------------	--------------------------------	--------------------------------	--------------------------------

N/A

(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.