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September 11, 1996

Ms. Blanca S. Bayo, Director  
Division of Records and Reporting  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Betty Easley Conference Center  
Room 110  
Tallahassee, Florida 32399-0850

**HAND DELIVERY**

Re: Docket No. 920199-WS

Dear Ms. Bayo:

Enclosed herewith for filing in the above-referenced docket on behalf of Southern States Utilities, Inc. ("SSU") are the original and fifteen copies of SSU's Notice of Filing Financial Statements in Support of Request to Post Corporate Undertaking as Condition for Stay of Order No. PSC-96-1046-FOF-WS.

Please acknowledge receipt of these documents by stamping the extra copy of this letter "filed" and returning the same to me.

Thank you for your assistance with this filing.

Sincerely,

*William B. Willingham for*  
Kenneth A. Hoffman

- ACK
- AFA
- APP Smith
- CAF
- CMU
- CTR
- EAG
- LEG 1
- LIN 5
- OPC
- RCH
- SEC
- WAL Willis
- YTH

KAH/rl  
cc: All Parties of Record  
Trib.3

RECEIVED & FILED

FPC-BUREAU OF RECORDS

DOCUMENT NUMBER-DATE

09678 SEP 11 96

FPC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application of )  
Southern States Utilities, )  
Inc. and Deltona Utilities, )  
Inc. for Increased Water and )  
and Wastewater Rates in Citrus, )  
Nassau, Seminole, Osceola, Duval, )  
Putnam, Charlotte, Lee, Lake, )  
Orange, Marion, Volusia, Martin, )  
Clay, Brevard, Highlands, )  
Collier, Pasco, Hernando, and )  
Washington Counties. )  
\_\_\_\_\_ )

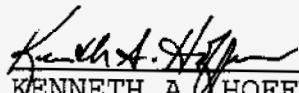
Docket No. 920199-WS

Filed: September 11, 1996

**SOUTHERN STATES UTILITIES, INC.'S  
NOTICE OF FILING FINANCIAL STATEMENTS IN  
SUPPORT OF REQUEST TO POST CORPORATE UNDERTAKING  
AS CONDITION FOR STAY OF ORDER NO. PSC-96-1046-FOF-WS**

Southern States Utilities, Inc. ("SSU"), by and through its undersigned counsel, hereby files copies of the financial statements included in SSU's 1993, 1994 and 1995 Annual Reports on file with the Commission, said financial statements attached hereto as Appendix A. These financial statements are filed solely in support of that portion of SSU's Motion for Stay of Order No. PSC-96-1046-FOF-WS filed on September 3, 1996, pursuant to which SSU requests the Commission to condition the mandatory stay upon the posting of a corporate undertaking rather than a bond.

Respectfully submitted,

  
\_\_\_\_\_  
KENNETH A. HOFFMAN, ESQ.  
WILLIAM B. WILLINGHAM, ESQ.  
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DOCUMENT NUMBER-DATE  
09678 SEP 11 003789

FPSC-RECORDS/REPORTING

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and

BRIAN P. ARMSTRONG, ESQ.  
Southern States Utilities, Inc.  
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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing was furnished by U.S. Mail to the following on September 11, 1996:

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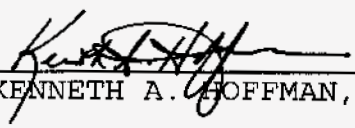
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By:   
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Giga.financial

APPENDIX A

UTILITY NAME: SOUTHERN STATES UTILITIES, INC.

YEAR OF REPORT  
DECEMBER 31, 1994

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

| ACCT. NO. (a)                  | ACCOUNT NAME (b)   | REF. PAGE (c) | CURRENT YEAR (d) | PREVIOUS YEAR (e) |
|--------------------------------|--|---------------|------------------|-------------------|
| UTILITY PLANT                  |  |               |                  |                   |
| 101-106                        | Utility Plant  | F-4           | \$ 315,610,938   | \$ 329,515,615    |
| 108-110                        | Less: Accumulated Depreciation and Amortization                                      | F-6           | (73,647,584)     | (71,391,670)      |
|                                | Net Plant  |               | \$ 241,963,354   | \$ 258,123,945    |
| 114-115                        | Utility Plant Acquisition Adjustments (Net)  | F-5           | (1,314,416)      | (469,984)         |
| 116                            | Other Utility Plant Adj.   |               | 0                | 0                 |
|                                | Total Net Utility Plant  |               | \$ 240,648,938   | \$ 257,653,961    |
| OTHER PROPERTY AND INVESTMENTS |  |               |                  |                   |
| 121                            | Nonutility Property  | F-4           | \$ 3,504,863     | \$ 3,404,624      |
| 122                            | Less: Accumulated Depreciation and Amortization                                      |               | (1,294,168)      | (1,208,402)       |
|                                | Net Nonutility Property  |               | \$ 2,210,695     | \$ 2,196,222      |
| 123                            | Investment In Associated Companies   | F-7           | 0                | 0                 |
| 124                            | Utility Investments  | F-7           | 0                | 0                 |
| 125                            | Other Investments  | F-7           | 2,220,000        | 2,250,000         |
| 126-127                        | Special Funds  | F-7           | 0                | 0                 |
|                                | Total Other Property & Investments   |               | \$ 2,220,000     | \$ 2,250,000      |
| CURRENT AND ACCRUED ASSETS     |  |               |                  |                   |
| 131                            | Cash   |               | \$ 897,996       | \$ 2,030,622      |
| 132                            | Special Deposits   |               | 9,795,843        | 1,342,550         |
| 133                            | Other Special Deposits   |               | 88,881           | 98,810            |
| 134                            | Working Funds  |               | 12,633           | 9,122             |
| 135                            | Temporary Cash Investments   |               | 8,000,000        | 9,182,259         |
| 141-144                        | Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts | F-8           | 3,845,278        | 3,327,577         |
| 145                            | Accounts Receivable from Associated Companies  | F-9           | 0                | 0                 |
| 146                            | Notes Receivable from Associated Companies   | F-9           | 0                | 0                 |
| 151-153                        | Material and Supplies  |               | 351,572          | 554,580           |
| 161                            | Stores Expense   |               | 0                | 0                 |
| 162                            | Prepayments  | F-10          | 80,352           | 155,388           |
| 171                            | Accrued Interest and Dividends Receivable  |               | 196,029          | 122,777           |
| 172                            | Rents Receivable   |               | 0                | 0                 |
| 173                            | Accrued Utility Revenues   |               | 3,490,671        | 4,041,187         |
| 174                            | Misc. Current and Accrued Assets   |               | 179,933          | 57,506            |
|                                | Total Current and Accrued Assets   |               | \$ 26,939,188    | \$ 20,922,378     |

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

| ACCT. NO. (a)   | ACCOUNT NAME (b)                           | REF. PAGE (c) | CURRENT YEAR (d) | PREVIOUS YEAR (e) |
|-----------------|--|---------------|------------------|-------------------|
| DEFERRED DEBITS |  |               |                  |                   |
| 181             | Unamortized Debt Discount & Expense        | F-11          | \$ 2,558,722     | \$ 2,449,582      |
| 182             | Extraordinary Property Losses              | F-11          | 690,175          | 0                 |
| 183             | Preliminary Survey & Investigation Charges |               | 774,158          | 1,739,974         |
| 184             | Clearing Accounts                          |               | (7,890)          | 10,815            |
| 185             | Temporary Facilities                       |               | 0                | 0                 |
| 186             | Misc. Deferred Debits                      | F-10          | 10,160,183       | 6,566,845         |
| 187             | Research & Development Expenditures        |               | 0                | 0                 |
| 190             | Accumulated Deferred Income Taxes          |               | 17,732,711       | 17,299,888        |
|                 | Accrued Stand-by Fees                      |               | 0                | 0                 |
|                 | Total Deferred Debits                      |               | \$ 31,908,059    | \$ 28,067,104     |
|                 | TOTAL ASSETS AND OTHER DEBITS              |               | \$ 303,926,880   | \$ 311,089,665    |

NOTES TO THE BALANCE SHEET

The space below is provided for important notes regarding the balance sheet.

The Beginning Balances were changed due to the following. See Attached.

Hernando County balances were moved from the Water and Sewer columns to the Other column due to the jurisdiction being transferred from Florida Public Service Commission to Hernando County.

Charlotte County balances were moved from the Other column to the Water and Sewer columns due to the jurisdiction being transferred from Charlotte County to Florida Public Service Commission.

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

| ACCT. NO. (a)                         | ACCOUNT NAME (b)   | REF. PAGE (c) | CURRENT YEAR (d) | PREVIOUS YEAR (e) |
|---------------------------------------|--|---------------|------------------|-------------------|
| EQUITY CAPITAL                        |  |               |                  |                   |
| 201                                   | Common Stock Issued  | F-13          | \$ 107,500       | \$ 107,500        |
| 204                                   | Preferred Stock Issued                                     | F-13          | 0                | 0                 |
| 202,205                               | Capital Stock Subscribed                                   |               | 0                | 0                 |
| 203,206                               | Capital Stock Liability for Conversion                     |               | 0                | 0                 |
| 207                                   | Premium on Capital Stock                                   |               | 0                | 0                 |
| 209                                   | Reduction in Par or Stated Value of Capital Stock          |               | 0                | 0                 |
| 210                                   | Gain on Resale or Cancellation of Reacquired Capital Stock |               | 0                | 0                 |
| 211                                   | Other Paid-In Capital                                      |               | 72,724,905       | 72,724,905        |
| 212                                   | Discount on Capital Stock                                  |               | 0                | 0                 |
| 213                                   | Capital Stock Expense                                      |               | 0                | 0                 |
| 214-215                               | Retained Earnings  | F-14          | 5,344,892        | 4,673,713         |
| 216                                   | Reacquired Capital Stock                                   |               | 0                | 0                 |
| 218                                   | Proprietary Capital (Proprietorship and Partnership Only)  |               | 0                | 0                 |
| Total Equity Capital                  |  |               | \$ 78,177,297    | \$ 77,506,118     |
| LONG TERM DEBT                        |  |               |                  |                   |
| 221                                   | Bonds  | F-15          | \$ 33,175,732    | \$ 39,935,000     |
| 222                                   | Reacquired Bonds   |               | 0                | 0                 |
| 223                                   | Advances from Associated Companies                         | F-15          | 0                | 0                 |
| 224                                   | Other Long Term Debt                                       | F-13          | 47,610,627       | 45,285,738        |
| Total Long Term Debt                  |  |               | \$ 80,786,359    | \$ 85,220,738     |
| CURRENT AND ACCRUED LIABILITIES       |  |               |                  |                   |
| 231                                   | Accounts Payable   |               | \$ 3,971,277     | \$ 5,022,271      |
| 232                                   | Notes Payable  | F-12          | 27,730           | 36,258            |
| 233                                   | Accounts Payable to Associated Co.                         | F-12          | 1,734,406        | 882,365           |
| 234                                   | Notes Payable to Associated Co.                            | F-12          | 24,196,250       | 24,196,250        |
| 235                                   | Customer Deposits  |               | 1,697,673        | 1,773,755         |
| 236                                   | Accrued Taxes  | F-16          | 3,255,006        | 4,136,348         |
| 237                                   | Accrued Interest   | F-17          | 1,810,987        | 1,483,079         |
| 238                                   | Accrued Dividends  |               | 0                | 0                 |
| 239                                   | Matured Long Term Debt                                     |               | 2,049,268        | 1,160,000         |
| 240                                   | Matured Interest   |               |                  |                   |
| 241                                   | Miscellaneous Current and Accrued Liabilities              | F-20          | 995,474          | 576,385           |
| Total Current and Accrued Liabilities |  |               | \$ 39,738,071    | \$ 39,266,711     |

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

| ACCT. NO. (a)                        | ACCOUNT NAME (b)   | REF. PAGE (c) | CURRENT YEAR (d) | PREVIOUS YEAR (e) |
|--------------------------------------|--|---------------|------------------|-------------------|
| DEFERRED CREDITS                     |  |               |                  |                   |
| 251                                  | Unamortized Premium on Debt                                      | F-11          | \$ 0             | \$ 0              |
| 252                                  | Advances for Construction  | F-18          | 4,238,230        | 3,255,918         |
| 253                                  | Other Deferred Credits   |               | 4,956,905        | 4,999,111         |
| 255                                  | Accumulated Deferred Investment Tax Credits                      |               | 0                | 0                 |
| Total Deferred Credits               |  |               | \$ 9,195,135     | \$ 8,255,029      |
| OPERATING RESERVES                   |  |               |                  |                   |
| 261                                  | Property Insurance Reserve                                       |               | \$ 0             | \$ 0              |
| 262                                  | Injuries and Damages Reserve                                     |               | 0                | 0                 |
| 263                                  | Pensions and Benefits Reserve                                    |               | (341,716)        | 115,086           |
| 265                                  | Miscellaneous Operating Reserves                                 |               | 0                | 0                 |
| Total Operating Reserves             |  |               | \$ (341,716)     | \$ 115,086        |
| CONTRIBUTIONS IN AID OF CONSTRUCTION |  |               |                  |                   |
| 271                                  | Contributions In Aid of Construction                             | F-19          | \$ 98,794,911    | \$ 109,005,061    |
| 272                                  | Accumulated Amortization of Contributions In Aid of Construction | F-20          | (23,786,884)     | (22,342,371)      |
| Total Net C.I.A.C.                   |  |               | \$ 75,008,027    | \$ 86,662,690     |
| ACCUMULATED DEFERRED INCOME TAXES    |  |               |                  |                   |
| 281                                  | Accumulated Deferred Income Taxes - Accelerated Depreciation     |               | \$ 1,404,513     | \$ 1,097,277      |
| 282                                  | Accumulated Deferred Income Taxes - Liberalized Depreciation     |               | 732,191          | 712,815           |
| 283                                  | Accumulated Deferred Income Taxes - Other                        |               | 19,227,003       | 12,253,201        |
| Total Accum. Deferred Income Taxes   |  |               | \$ 21,363,707    | \$ 14,063,293     |
| TOTAL EQUITY CAPITAL AND LIABILITIES |  |               | \$ 303,926,880   | \$ 311,089,665    |

F-2 (b)

NOTE:

Account 281 is Deferred ITC

003795 3924



|                                     |
|-------------------------------------|
| YEAR OF REPORT<br>DECEMBER 31, 1994 |
|-------------------------------------|

UTILITY NAME: SOUTHERN STATES UTILITIES, INC.

COMPARATIVE OPERATING STATEMENT

| ACCT. NO. (a)            | ACCOUNT NAME (b)   | PREVIOUS YEAR (c) | REF. PAGE (d) | CURRENT YEAR (e) |
|--------------------------|--|-------------------|---------------|------------------|
| UTILITY OPERATING INCOME |  |                   |               |                  |
| 400                      | Operating Revenues   | \$ 50,521,158     | F-3 (b)       | \$ 55,361,334    |
| 401                      | Operating Expenses   | \$ 26,772,108     | F-3 (b)       | \$ 30,381,229    |
| 403                      | Depreciation Expense   | 11,015,508        | F-6           | 10,305,443       |
| 406                      | Amortization of Utility Plant Acquisition Adjustment           | 14,291            |               | 14,549           |
| 407                      | Amortization Expense   | (2,754,844)       |               | (3,246,791)      |
| 408.1                    | Taxes Other Than Income  | 6,256,906         | F-16          | 6,707,493        |
| 409.1                    | Income Taxes   | 2,261,775         | F-16          | (1,403,185)      |
| 410.10                   | Deferred Federal Income Taxes                                  | 0                 |               | 0                |
| 410.11                   | Deferred State Income Taxes                                    | 0                 |               | 0                |
| 411.10                   | Provision for Deferred Income Taxes - Credit                   | 0                 |               | 0                |
| 412.10                   | Investment Tax Credits Deferred to Future Periods              | 0                 |               | 0                |
| 412.11                   | Investment Tax Credits Restored to Operating Income            | 0                 |               | 0                |
|                          | Utility Operating Expenses                                     | \$ 43,565,744     |               | \$ 42,758,738    |
|                          | Utility Operating Income                                       | \$ 6,955,414      |               | \$ 12,602,596    |
| 413                      | Income From Utility Plant Leased to Others                     | 0                 |               | 0                |
| 414                      | Gains (Losses) From Disposition of Utility Property            | 0                 |               | 0                |
|                          | Total Utility Operating Income [Enter here and on Page F-3(c)] | \$ 6,955,414      |               | \$ 12,602,596    |

F-3 (a)

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COMPARATIVE OPERATING STATEMENT (Cont'd)

| REF.<br>PAGE<br>(f) | WATER<br>(g)  | REF.<br>PAGE<br>(h) | WASTEWATER<br>(i) | OTHER<br>(j)  |
|---------------------|---------------|---------------------|-------------------|---------------|
| W-2                 | \$ 23,833,363 | S-2                 | \$ 16,757,514     | \$ 14,770,457 |
| W-2                 | \$ 14,017,846 | S-2                 | \$ 9,701,605      | \$ 6,661,778  |
| F-6                 | 5,500,357     | F-6                 | 3,960,503         | 844,583       |
|                     | 1,556         |                     | 12,993            | 0             |
| F-20                | (1,645,557)   | F-20                | (1,186,014)       | (415,220)     |
| F-16                | 2,975,578     | F-16                | 2,411,947         | 1,319,968     |
| F-16                | (226,203)     | F-16                | (503,982)         | (673,000)     |
|                     | 0             |                     | 0                 | 0             |
|                     | 0             |                     | 0                 | 0             |
|                     | 0             |                     | 0                 | 0             |
|                     | 0             |                     | 0                 | 0             |
|                     | 0             |                     | 0                 | 0             |
|                     | \$ 20,623,577 |                     | \$ 14,397,052     | \$ 7,738,109  |
|                     | \$ 3,209,786  |                     | \$ 2,360,462      | \$ 7,032,348  |
|                     | 0             |                     | 0                 | 0             |
|                     | 0             |                     | 0                 | 0             |
|                     | \$ 3,209,786  |                     | \$ 2,360,462      | \$ 7,032,348  |
|                     |               |                     |                   | #3            |
|                     |               |                     |                   |               |

F-3 (b)

003797 • 3926

UTILITY NAME: SOUTHERN STATES UTILITIES, INC.

|                                     |
|-------------------------------------|
| YEAR OF REPORT<br>DECEMBER 31, 1994 |
|-------------------------------------|

COMPARATIVE OPERATING STATEMENT (Cont'd)

| ACCT.<br>NO.<br>(a) | ACCOUNT NAME<br>(b)   | PREVIOUS<br>YEAR<br>(c) | REF.<br>PAGE<br>(d) | CURRENT<br>YEAR<br>(e) |
|---------------------|---|-------------------------|---------------------|------------------------|
|                     | Total Utility Operating Income [From<br>Page F-3(a)]              | \$ 6,955,414            |                     | \$ 12,602,596          |
|                     | OTHER INCOME AND DEDUCTIONS                                       |                         |                     |                        |
| 415                 | Revenues From Merchandising, Jobbing<br>and Contract Deductions   | \$ 7,583                |                     | \$ 9,384               |
| 416                 | Costs and Expenses of Merchandising,<br>Jobbing and Contract Work | (506)                   |                     | (177)                  |
| 419                 | Interest and Dividend Income                                      | 897,412                 |                     | 579,855                |
| 420                 | Allowance for Funds Used During<br>Construction                   | 386,125                 |                     | 454,410                |
| 421                 | Nonutility Income   | (34,543)                |                     | 19,285,368             |
| 426                 | Miscellaneous Nonutility Expenses                                 | (259,500)               |                     | (585,445)              |
|                     | Total Other Income and Deductions                                 | \$ 996,571              |                     | \$ 19,743,395          |
|                     | TAXES APPLICABLE TO OTHER INCOME                                  |                         |                     |                        |
| 408.20              | Taxes Other Than Income   | \$ 0                    | F-16                | \$ 0                   |
| 409.20              | Income Taxes  | (2,338,412)             | F-16                | 769,688                |
| 410.20              | Provision for Deferred Income Taxes                               | 410,636                 |                     | 8,017,261              |
| 411.20              | Provision for Deferred Income Taxes -<br>Credit                   | 0                       |                     | 0                      |
| 412.20              | Investment Tax Credits - Net                                      | (21,429)                |                     | 350,607                |
| 412.30              | Investment Tax Credits Restored to<br>Operating Income            | (37,682)                |                     | (43,371)               |
|                     | Total Taxes Applicable To Other Income                            | \$ (1,986,887)          |                     | \$ 9,094,185           |
|                     | INTEREST EXPENSE  |                         |                     |                        |
|                     | OTHER   |                         |                     |                        |
| 427                 | Interest Expense  | \$ 8,362,401            | F-17                | \$ 9,902,830           |
| 428                 | Amortization of Debt Discount & Expense                           | 546,897                 | F-11                | 677,797                |
| 429                 | Amortization of Premium on Debt                                   | 0                       | F-11                | 0                      |
|                     | Total Interest Expense  | \$ 8,909,298            |                     | \$ 10,580,627          |
|                     | EXTRAORDINARY ITEMS   |                         |                     |                        |
| 433                 | Extraordinary Income  | \$ 0                    |                     | \$ 0                   |
| 434                 | Extraordinary Deductions  | 0                       |                     | 0                      |
| 409.30              | Income Taxes, Extraordinary Items                                 | 0                       |                     | 0                      |
|                     | Total Extraordinary Items   | \$ 0                    |                     | \$ 0                   |
|                     | NET INCOME  | \$ 1,029,574            |                     | \$ 12,671,179          |

## COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

| ACCT.<br>NO.<br>(a)                   | ACCOUNT NAME<br>(b)  | REF.<br>PAGE<br>(c) | CURRENT<br>YEAR<br>(d) | PREVIOUS<br>YEAR<br>(e) |
|---------------------------------------|--|---------------------|------------------------|-------------------------|
| <b>UTILITY PLANT</b>                  |  |                     |                        |                         |
| 101-106                               | Utility Plant  | F-4                 | \$ 371,103,406         | \$ 315,610,938          |
| 108-110                               | Less: Accumulated Depreciation<br>and Amortization   | F-6                 | <u>(94,141,823)</u>    | <u>(73,647,584)</u>     |
|                                       | Net Plant  |                     | \$ 276,961,583         | \$ 241,963,354          |
| 114-115                               | Utility Plant Acquisition<br>Adjustments (Net)   | F-5                 | (980,429)              | (1,314,416)             |
| 116                                   | Other Utility Plant Adj.   |                     | <u>0</u>               | <u>0</u>                |
|                                       | Total Net Utility Plant  |                     | \$ <u>275,981,154</u>  | \$ <u>240,648,938</u>   |
| <b>OTHER PROPERTY AND INVESTMENTS</b> |  |                     |                        |                         |
| 121                                   | Nonutility Property  | F-4                 | \$ 4,239,857           | \$ 3,504,863            |
| 122                                   | Less: Accumulated Depreciation<br>and Amortization   | F-4                 | <u>(1,392,659)</u>     | <u>(1,294,168)</u>      |
|                                       | Net Nonutility Property  |                     | \$ 2,847,198           | \$ 2,210,695            |
| 123                                   | Investment In Associated Companies   | F-7                 | 0                      | 0                       |
| 124                                   | Utility Investments  | F-7                 | 0                      | 0                       |
| 125                                   | Other Investments  | F-7                 | 2,185,000              | 2,220,000               |
| 126-127                               | Special Funds  | F-7                 | <u>0</u>               | <u>0</u>                |
|                                       | Total Other Property & Investments   |                     | \$ 2,185,000           | \$ 2,220,000            |
| <b>CURRENT AND ACCRUED ASSETS</b>     |  |                     |                        |                         |
| 131                                   | Cash   |                     | \$ 1,011,489           | \$ 897,996              |
| 132                                   | Special Deposits   |                     | 9,349,595              | 9,795,843               |
| 133                                   | Other Special Deposits   |                     | 90,076                 | 88,881                  |
| 134                                   | Working Funds  |                     | 8,870                  | 12,633                  |
| 135                                   | Temporary Cash Investments   |                     | 0                      | 8,000,000               |
| 141-144                               | Accounts and Notes Receivable, Less<br>Accumulated Provision for<br>Uncollectible Accounts | F-8                 | 3,461,597              | 3,845,278               |
| 145                                   | Accounts Receivable from Associated<br>Companies   | F-9                 | 0                      | 0                       |
| 146                                   | Notes Receivable from Associated<br>Companies  | F-9                 | 0                      | 0                       |
| 151-153                               | Material and Supplies  |                     | 427,148                | 351,572                 |
| 161                                   | Stores Expense   |                     | 0                      | 0                       |
| 162                                   | Prepayments  | F-10                | 138,605                | 80,352                  |
| 171                                   | Accrued Interest and Dividends<br>Receivable   |                     | 73,680                 | 196,029                 |
| 172                                   | Rents Receivable   |                     | 0                      | 0                       |
| 173                                   | Accrued Utility Revenues   |                     | 4,026,610              | 3,490,671               |
| 174                                   | Misc. Current and Accrued Assets   |                     | <u>23,416</u>          | <u>179,933</u>          |
|                                       | Total Current and Accrued Assets   |                     | \$ 18,611,085          | \$ 26,939,188           |

UTILITY NAME: SOUTHERN STATES UTILITIES, INC.

YEAR OF REPORT  
DECEMBER 31, 1995

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

| ACCT.<br>NO.<br>(a) | ACCOUNT NAME<br>(b)                           | REF.<br>PAGE<br>(c) | CURRENT<br>YEAR<br>(d) | PREVIOUS<br>YEAR<br>(e) |
|---------------------|---|---------------------|------------------------|-------------------------|
| DEFERRED DEBITS     |   |                     |                        |                         |
| 181                 | Unamortized Debt Discount & Expense           | F-11                | \$ 2,856,475           | \$ 2,558,722            |
| 182                 | Extraordinary Property Losses                 | F-11                | 584,402                | 690,175                 |
| 183                 | Preliminary Survey & Investigation<br>Charges |                     | 1,178,313              | 774,158                 |
| 184                 | Clearing Accounts                             |                     | 13,115                 | (7,890)                 |
| 185                 | Temporary Facilities                          |                     | 0                      | 0                       |
| 186                 | Misc. Deferred Debits                         | F-10                | 11,666,301             | 10,160,183              |
| 187                 | Research & Development Expenditures           |                     | 0                      | 0                       |
| 190                 | Accumulated Deferred Income Taxes             |                     | 17,629,916             | 17,732,711              |
|                     | Accrued Stand-by Fees                         |                     | 0                      | 0                       |
|                     | Total Deferred Debits                         |                     | \$ <u>33,928,521</u>   | \$ <u>31,908,059</u>    |
|                     | TOTAL ASSETS AND OTHER DEBITS                 |                     | \$ <u>333,552,959</u>  | \$ <u>303,926,880</u>   |

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.<br>NO.<br>(a)                    | ACCOUNT NAME<br>(b)   | REF.<br>PAGE<br>(c) | CURRENT<br>YEAR<br>(d) | PREVIOUS<br>YEAR<br>(e) |
|--|---|---------------------|------------------------|-------------------------|
| <b>EQUITY CAPITAL</b>                  |   |                     |                        |                         |
| 201                                    | Common Stock Issued   | F-13                | \$ 107,500             | \$ 107,500              |
| 204                                    | Preferred Stock Issued  | F-13                | 0                      | 0                       |
| 202,205                                | Capital Stock Subscribed                                      |                     | 0                      | 0                       |
| 203,206                                | Capital Stock Liability for<br>Conversion                     |                     | 0                      | 0                       |
| 207                                    | Premium on Capital Stock                                      |                     | 0                      | 0                       |
| 209                                    | Reduction in Par or Stated Value<br>of Capital Stock          |                     | 0                      | 0                       |
| 210                                    | Gain on Resale or Cancellation of<br>Reacquired Capital Stock |                     | 0                      | 0                       |
| 211                                    | Other Paid-In Capital   |                     | 72,724,905             | 72,724,905              |
| 212                                    | Discount on Capital Stock                                     |                     | 0                      | 0                       |
| 213                                    | Capital Stock Expense   |                     | 0                      | 0                       |
| 214-215                                | Retained Earnings   | F-14                | 2,987,977              | 5,344,892               |
| 216                                    | Reacquired Capital Stock                                      |                     | 0                      | 0                       |
| 218                                    | Proprietary Capital (Proprietorship<br>and Partnership Only)  |                     | 0                      | 0                       |
|  | Total Equity Capital  |                     | \$ 75,820,383          | \$ 78,177,297           |
| <b>LONG TERM DEBT</b>                  |   |                     |                        |                         |
| 221                                    | Bonds   | F-15                | \$ 42,450,000          | \$ 33,175,732           |
| 222                                    | Reacquired Bonds  |                     | 0                      | 0                       |
| 223                                    | Advances from Associated Companies                            | F-15                | 0                      | 0                       |
| 224                                    | Other Long Term Debt  | F-13                | 56,934,417             | 47,610,627              |
|  | Total Long Term Debt  |                     | \$ 99,384,417          | \$ 80,786,359           |
| <b>CURRENT AND ACCRUED LIABILITIES</b> |   |                     |                        |                         |
| 231                                    | Accounts Payable  |                     | \$ 4,966,903           | \$ 3,971,277            |
| 232                                    | Notes Payable   | F-12                | 49,055                 | 27,730                  |
| 233                                    | Accounts Payable to Associated Co.                            | F-12                | 1,323,040              | 1,734,406               |
| 234                                    | Notes Payable to Associated Co.                               | F-12                | 28,696,250             | 24,196,250              |
| 235                                    | Customer Deposits   |                     | 1,781,713              | 1,697,673               |
| 236                                    | Accrued Taxes   | F-16                | 642,007                | 3,255,006               |
| 237                                    | Accrued Interest  | F-17                | 2,318,404              | 1,810,987               |
| 238                                    | Accrued Dividends   |                     | 0                      | 0                       |
| 239                                    | Matured Long Term Debt  |                     | 787,497                | 2,049,268               |
| 240                                    | Matured Interest  |                     | 0                      | 0                       |
| 241                                    | Miscellaneous Current and Accrued<br>Liabilities              | F-20                | 881,503                | 995,474                 |
|  | Total Current and Accrued<br>Liabilities                      |                     | \$ 41,446,371          | \$ 39,738,071           |

## COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

| ACCT.<br>NO.<br>(a)                  | ACCOUNT NAME<br>(b)   | REF.<br>PAGE<br>(c) | CURRENT<br>YEAR<br>(d) | PREVIOUS<br>YEAR<br>(e) |
|--------------------------------------|---|---------------------|------------------------|-------------------------|
| DEFERRED CREDITS                     |   |                     |                        |                         |
| 251                                  | Unamortized Premium on Debt   | F-11                | \$ 0                   | \$ 0                    |
| 252                                  | Advances for Construction   | F-18                | 6,103,731              | 4,238,230               |
| 253                                  | Other Deferred Credits  |                     | 5,471,974              | 4,956,905               |
| 255                                  | Accumulated Deferred Investment<br>Tax Credits                        |                     | 0                      | 0                       |
|                                      | Total Deferred Credits  |                     | \$ 11,575,705          | \$ 9,195,135            |
| OPERATING RESERVES                   |   |                     |                        |                         |
| 261                                  | Property Insurance Reserve  |                     | \$ 0                   | \$ 0                    |
| 262                                  | Injuries and Damages Reserve  |                     | 0                      | 0                       |
| 263                                  | Pensions and Benefits Reserve   |                     | (110,395)              | (341,716)               |
| 265                                  | Miscellaneous Operating Reserves                                      |                     | 0                      | 0                       |
|                                      | Total Operating Reserves  |                     | \$ (110,395)           | \$ (341,716)            |
| CONTRIBUTIONS IN AID OF CONSTRUCTION |   |                     |                        |                         |
| 271                                  | Contributions In Aid of Construction                                  | F-19                | \$ 112,495,199         | \$ 98,794,911           |
| 272                                  | Accumulated Amortization of Contri-<br>butions In Aid of Construction | F-20                | (29,712,440)           | (23,786,884)            |
|                                      | Total Net C.I.A.C.  |                     | \$ 82,782,759          | \$ 75,008,027           |
| ACCUMULATED DEFERRED INCOME TAXES    |   |                     |                        |                         |
| 281                                  | Accumulated Deferred Income Taxes -<br>Accelerated Depreciation       |                     | \$ 1,351,759           | \$ 1,404,513            |
| 282                                  | Accumulated Deferred Income Taxes -<br>Liberalized Depreciation       |                     | 668,747                | 732,191                 |
| 283                                  | Accumulated Deferred Income Taxes -<br>Other                          |                     | 20,633,214             | 19,227,003              |
|                                      | Total Accum. Deferred Income Taxes                                    |                     | \$ 22,653,720          | \$ 21,363,707           |
|                                      | <b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>                           |                     | <b>\$ 333,552,959</b>  | <b>\$ 303,926,880</b>   |

NOTE: Account 281 is Deferred ITC

COMPARATIVE OPERATING STATEMENT

| ACCT.<br>NO.<br>(a)      | ACCOUNT NAME<br>(b)   | PREVIOUS<br>YEAR<br>(c) | REF.<br>PAGE<br>(d) | CURRENT<br>YEAR<br>(e) |
|--------------------------|---|-------------------------|---------------------|------------------------|
| UTILITY OPERATING INCOME |   |                         |                     |                        |
| 400                      | Operating Revenues  | \$ 55,361,334           | F-3(b)              | \$ 52,077,478          |
| 401                      | Operating Expenses  | \$ 30,381,229           | F-3(b)              | \$ 31,339,137          |
| 403                      | Depreciation Expense  | 10,305,443              | F-6                 | 14,011,839             |
| 406                      | Amortization of Utility Plant                                     |                         |                     |                        |
|                          | Acquisition Adjustment  | 14,549                  |                     | (14,608)               |
| 407                      | Amortization Expense  | (3,246,791)             | F-11/20             | (3,093,032)            |
| 408.1                    | Taxes Other Than Income   | 6,707,493               | F-16                | 6,466,765              |
| 409.1                    | Income Taxes  | (1,403,185)             | F-16                | (2,580,840)            |
| 410.10                   | Deferred Federal Income Taxes                                     | 0                       |                     | 356,211                |
| 410.11                   | Deferred State Income Taxes                                       | 0                       |                     | 0                      |
| 411.10                   | Provision for Deferred Income Taxes -<br>Credit                   | 0                       |                     | 0                      |
| 412.10                   | Investment Tax Credits Deferred to<br>Future Periods              | 0                       |                     | (7,201)                |
| 412.11                   | Investment Tax Credits Restored to<br>Operating Income            | 0                       |                     | (45,097)               |
|                          | Utility Operating Expenses  | \$ 42,758,738           |                     | \$ 46,433,174          |
|                          | Utility Operating Income  | \$ 12,602,596           |                     | \$ 5,644,304           |
| 413                      | Income From Utility Plant Leased<br>to Others                     | 0                       |                     | 0                      |
| 414                      | Gains (Losses) From Disposition of<br>Utility Property            | 0                       |                     | 0                      |
|                          | Total Utility Operating Income [Enter<br>here and on Page F-3(c)] | \$ 12,602,596           |                     | \$ 5,644,304           |



**COMPARATIVE OPERATING STATEMENT (Cont'd)**

| ACCT.<br>NO.<br>(f) | REF.<br>PAGE<br>(g) | WATER<br>(h)  | REF.<br>PAGE<br>(i) | WASTEWATER<br>(j) | OTHER<br>(k)  |
|---------------------|---------------------|---------------|---------------------|-------------------|---------------|
| 400                 | W-2                 | \$ 23,919,123 | S-2                 | \$ 18,104,984     | \$ 10,053,370 |
| 401                 | W-2                 | \$ 14,907,203 | S-2                 | \$ 10,780,313     | \$ 5,651,620  |
| 403                 | F-6                 | 6,243,699     | F-6                 | 5,152,532         | 2,615,608     |
| 406                 |                     |               |                     |                   |               |
|                     |                     | (1,614)       |                     | (12,994)          | 0             |
| 407                 | F-20                | (835,540)     | F-20                | (1,587,725)       | (669,767)     |
| 408.1               | F-16                | 3,146,335     | F-16                | 2,748,142         | 572,288       |
| 409.1               | F-16                | (1,607,140)   | F-16                | (771,091)         | (202,609)     |
| 410.10              |                     | 163,447       |                     | 170,578           | 22,186        |
| 410.11              |                     | 0             |                     | 0                 | 0             |
| 411.10              |                     |               |                     |                   |               |
|                     |                     | 0             |                     | 0                 | 0             |
| 412.10              |                     |               |                     |                   |               |
|                     |                     | (3,383)       |                     | (2,966)           | (852)         |
| 412.11              |                     |               |                     |                   |               |
|                     |                     | (21,184)      |                     | (18,577)          | (5,337)       |
|                     |                     | \$ 21,991,824 |                     | \$ 16,458,212     | \$ 7,983,137  |
|                     |                     | \$ 1,927,299  |                     | \$ 1,646,772      | \$ 2,070,233  |
| 413                 |                     | 0             |                     | 0                 | 0             |
| 414                 |                     | 0             |                     | 0                 | 0             |
|                     |                     | \$ 1,927,299  |                     | \$ 1,646,772      | \$ 2,070,233  |

3933

003804

## COMPARATIVE OPERATING STATEMENT

| ACCT.<br>NO.<br>(a) | ACCOUNT NAME<br>(b)   | PREVIOUS<br>YEAR<br>(c) | REF.<br>PAGE<br>(d) | CURRENT<br>YEAR<br>(e) |
|---------------------|---|-------------------------|---------------------|------------------------|
|                     | Total Utility Operating Income [From<br>Page F-3(a)]              | \$ 12,602,596           |                     | \$ 5,644,304           |
|                     | <b>OTHER INCOME AND DEDUCTIONS</b>                                |                         |                     |                        |
| 415                 | Revenues From Merchandising, Jobbing<br>and Contract Deductions   | \$ 9,384                |                     | \$ 6,390               |
| 416                 | Costs and Expenses of Merchandising,<br>Jobbing and Contract Work | (177)                   |                     | 0                      |
| 419                 | Interest and Dividend Income                                      | 579,855                 |                     | 1,014,124              |
| 420                 | Allowance for Funds Used During<br>Construction                   | 454,410                 |                     | 580,806                |
| 421                 | Nonutility Income   | 19,285,368              |                     | 198,488                |
| 426                 | Miscellaneous Nonutility Expenses                                 | (585,445)               |                     | (185,977)              |
|                     | Total Other Income and Deductions                                 | \$ 19,743,395           |                     | \$ 1,613,830           |
|                     | <b>TAXES APPLICABLE TO OTHER INCOME</b>                           |                         |                     |                        |
| 408.20              | Taxes Other Than Income   | \$ 0                    | F-16                | \$ 0                   |
| 409.20              | Income Taxes  | 769,688                 | F-16                | 338,405                |
| 410.20              | Provision for Deferred Income Taxes                               | 8,017,261               |                     | 0                      |
| 411.20              | Provision for Deferred Income Taxes -<br>Credit                   | 0                       |                     | 0                      |
| 412.20              | Investment Tax Credits - Net                                      | 350,607                 |                     | 0                      |
| 412.30              | Investment Tax Credits Restored to<br>Operating Income            | (43,371)                |                     | 0                      |
|                     | Total Taxes Applicable To Other Income                            | \$ 9,094,185            |                     | \$ 338,405             |
|                     | <b>INTEREST EXPENSE</b>   |                         |                     |                        |
|                     | <b>OTHER</b>  |                         |                     |                        |
| 427                 | Interest Expense  | \$ 9,902,830            | F-17                | \$ 8,644,542           |
| 428                 | Amortization of Debt Discount & Expense                           | 677,797                 | F-11                | 632,102                |
| 429                 | Amortization of Premium on Debt                                   | 0                       | F-11                | 0                      |
|                     | Total Interest Expense  | \$ 10,580,627           |                     | \$ 9,276,644           |
|                     | <b>EXTRAORDINARY ITEMS</b>  |                         |                     |                        |
| 433                 | Extraordinary Income  | \$ 0                    |                     | \$ 0                   |
| 434                 | Extraordinary Deductions  | 0                       |                     | 0                      |
| 409.30              | Income Taxes, Extraordinary Items                                 | 0                       |                     | 0                      |
|                     | Total Extraordinary Items   | \$ 0                    |                     | \$ 0                   |
|                     | <b>NET INCOME</b>   | \$ 12,671,179           |                     | \$ (2,356,915)         |