

CLASS "C"

MAY 15 2000

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

SU535 42
East Marion Sanitary Systems, Inc.
P. O. Box 245
Silver Springs, FL 34489-0245

490-W + 425-S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



RECEIVED

MAY 15, 2000

Florida Public Service Commission
Division of Water and Wastewater

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1999

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DEPARTMENT OF
WATER AND WASTEWATER
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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

EAST MARION SANITARY SYSTEMS, INC.

(EXACT NAME OF UTILITY)

P.O. BOX 245 SILVER SPRINGS, FL 34489-0245 2320 N.E. 2ND ST. STE 3B Marion
 Mailing Address Street Address County

Telephone Number 352-351-1338 Date Utility First Organized 6-24-86
 Fax Number _____ E-mail Address _____
 (per articles of incorp)

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: ENVIRO-MASTERS WATER & WASTEWATER SERVICES, INC.
 P.O. BOX 1972 SILVER SPRINGS, FL 34489-1972 352-351-1338

Name of subdivisions where services are provided: LAKEVIEW WOODS/TRAILS EAST

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: LINDA TABOR		SEE ABOVE	-0-
Person who prepared this report: JOSEPH E. BRANNON, CPA		106 NE 14TH AVE OCALA, FL 34470	-0-
Officers and Managers: HERBERT HEIN	PRESIDENT	G 4225 B4 MILLER RD STE. 190 FLINT, MI 48507	\$ -0- \$ \$ \$ \$

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
HERBERT HEIN	100%	SEE ABOVE	\$ -0- \$ \$ \$ \$ \$

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential _____		\$ 5,947	\$ 6,173	\$ _____	\$ 12,120
Commercial _____		_____	_____	_____	_____
Industrial _____		_____	_____	_____	_____
Multiple Family _____		_____	_____	_____	_____
Guaranteed Revenues _____		_____	_____	_____	_____
Other (Specify) _____		<u>403</u>	<u>402</u>	_____	<u>805</u>
Total Gross Revenue _____		\$ <u>6,350</u>	\$ <u>6,575</u>	\$ _____	\$ <u>12,925</u>
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 6,881	\$ 7,271	\$ _____	\$ 14,152
Depreciation Expense _____	F-5	<u>2,813</u>	<u>6,659</u>	_____	<u>9,472</u>
CIAC Amortization Expense _____	F-8	<u>(319)</u>	<u>(481)</u>	_____	<u>(799)</u>
Taxes Other Than Income _____	F-7	<u>1,682</u>	<u>1,550</u>	_____	<u>3,232</u>
Income Taxes _____	F-7	<u>0</u>	<u>0</u>	_____	<u>0</u>
Total Operating Expense		\$ <u>11,057</u>	<u>15,029</u>	_____	\$ <u>26,086</u>
Net Operating Income (Loss)		\$ <u>(4,707)</u>	\$ <u>(8,454)</u>	\$ _____	\$ <u>(13,161)</u>
Other Income:					
Nonutility Income _____		\$ _____	\$ _____	\$ _____	\$ _____
Other Deductions:					
Miscellaneous Nonutility Expenses _____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense _____		<u>250</u>	<u>250</u>	_____	<u>500</u>
Net Income (Loss)		\$ <u>(4,957)</u>	\$ <u>(8,704)</u>	\$ _____	\$ <u>(13,661)</u>

05/12/00

East Marion Sanitary Systems, Inc.
Page F-3, Other Income
December 31, 1999

	Sewer	Water	TOTAL
Income			
Connection Fees	90 00	90 00	180 00
Disconnect Fees	72 00	73 00	145 00
Returned Check Revenue	30 00	30 00	60 00
Transfer Fees	210 00	210 00	420 00
Total Income	402 00	403 00	805 00

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 365,526	\$ 364,836
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	(78,977)	(69,506)
Net Utility Plant -----		\$ 286,609	\$ 295,331
Cash -----		1,067	521
Customer Accounts Receivable (141) -----		1,293	738
Other Assets (Specify): -----			

Total Assets -----		\$ 288,969	\$ 296,840
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	1,000	1,980
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		313,012	313,012
Retained Earnings (215) -----	F-6	(60,906)	(47,245)
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ 253,111	\$ 266,773
Long Term Debt (224) -----	F-6	\$	\$
Accounts Payable (231) -----			
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----		546	410
Other Liabilities (Specify) <u>LOANS</u> -----		2,350	3,050
<u>ACCRUED EXPENSE</u> -----		1,864	2,070

Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	30,092	24,537
Total Liabilities and Capital -----		\$ 288,969	\$ 296,840

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service (101) _____	\$ <u>124,324</u>	\$ <u>241,262</u>	\$ _____	\$ <u>365,586</u>
Construction Work in Progress (105) _____	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ <u>124,324</u>	\$ <u>241,262</u>	\$ _____	\$ <u>365,586</u>

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ <u>19,558</u>	\$ <u>49,947</u>	\$ _____	\$ <u>69,505</u>
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ <u>2,813</u>	\$ <u>6,659</u>	\$ _____	\$ <u>9,472</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
Total Credits _____	\$ <u>2,813</u>	\$ <u>6,659</u>	\$ _____	\$ <u>9,472</u>
<u>Deduct Debits During Year:</u>				
Book cost of plant retired _____	\$ _____	\$ _____	\$ _____	\$ _____
Cost of removal _____	_____	_____	_____	_____
Other debits (specify) _____	_____	_____	_____	_____
Total Debits _____	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year _____	\$ <u>22,371</u>	\$ <u>56,606</u>	\$ _____	\$ <u>78,977</u>

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	# 1	N/A
Shares authorized _____	\$ 1,000	
Shares issued and outstanding _____	\$ 1,000	
Total par value of stock issued _____	\$ 1,000	
Dividends declared per share for year _____	2	

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ (47,243)
Changes during the year (Specify): <u>OPERATING LOSS</u>		(13,661)
Balance end of year _____	\$ _____	\$ (60,904)

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
<u>N/A</u>		
Balance first of year _____	\$ _____	\$ _____
Changes during the year (Specify):		
Balance end of year _____	\$ _____	\$ _____

LONG TERM DEBT (224)

Description of Obligation (Including Date of Issue and Date of Maturity):	Interest	Principal per Balance Sheet Date
	Rate # of Pymts	
<u>N/A</u>		\$ _____
Total _____		\$ _____

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

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 _____	1,182	1,325	_____	2,507
Regulatory assessment fee _____	268	278	_____	546
Other (Specify) _____	_____	_____	_____	_____
<u>LICENSE & TAXES</u>	232	269	_____	501
Total Taxes Accrued _____	\$ <u>1,682</u>	\$ <u>1,550</u>	\$ _____	\$ <u>3,232</u>

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
<u>W. T. & M. METERS, INC</u>	\$ 1,440	\$ 1,900	<u>OPERATION</u>
"	\$ 1,662	\$ 1,225	<u>MANAGEMENT FEE</u>
"	\$ 138	\$ -	<u>MAINTENANCE</u>
<u>JOSEPH E BRANNON CPA</u>	\$ 712	\$ 713	<u>FSC REVIEW, ACCTG & TAXES</u>
<u>T. J. & S. J. LANDSCAPE</u>	\$ 1,062	\$ 1,062	<u>LANDSCAPE</u>
<u>M. J. & S. J. LANDSCAPE</u>	\$ 221	\$ 221	<u>LANDSCAPE</u>
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ <u>9,850</u>	\$ <u>17,500</u>	\$ <u>26,150</u>
2) Add credits during year _____	\$ <u>2,150</u>	\$ <u>4,200</u>	\$ <u>6,330</u>
3) Total _____	<u>11,380</u>	<u>21,700</u>	<u>33,080</u>
4) Deduct charges during the year _____			
5) Balance end of year _____	<u>11,380</u>	<u>21,700</u>	<u>33,080</u>
6) Less Accumulated Amortization _____	<u>(1,213)</u>	<u>(1,085)</u>	<u>(2,982)</u>
7) Net CIAC _____	\$ <u>10,167</u>	\$ <u>19,931</u>	\$ <u>30,098</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 _____			\$ <u>N/A</u>	\$ <u>N/A</u>
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		
<u>WATER CONNECTIONS</u>	<u>6</u>	\$ <u>355</u>	\$ <u>2,130</u>	\$ _____
<u>SEWER CONNECTIONS</u>	<u>6</u>	<u>700</u>		\$ <u>4,200</u>
Total Credits During Year (Must agree with line # 2 above.) _____			\$ <u>2,130</u>	\$ <u>4,200</u>

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ <u>894</u>	\$ <u>1,318</u>	\$ <u>2,212</u>
Add Credits During Year: _____	<u>319</u>	<u>451</u>	<u>770</u>
Deduct Debits During Year: _____			
Balance End of Year (Must agree with line #6 above.)	\$ <u>1,213</u>	\$ <u>1,769</u>	\$ <u>2,982</u>

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

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC.

YEAR OF REPORT DECEMBER 31 1999

SCHEDULE "A"

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

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

(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 SANITARY SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31 1999

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization	\$ 950	\$	\$	\$ 950
302	Franchises				
303	Land and Land Rights	23,000			23,000
304	Structures and Improvements	4,900			4,900
305	Collecting and impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	8,100			8,100
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	14,200			14,200
320	Water Treatment Equipment	2,800			2,800
330	Distribution Reservoirs and Standpipes				
331	Transmission and Distribution Lines	46,378			46,378
333	Services	8,622			8,622
334	Meters and Meter Installations	2,145	750		2,895
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant and Miscellaneous Equipment				
340	Office Furniture and Equipment				
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop and Garage Equipment				
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment	474			474
348	Other Tangible Plant				
	Total Water Plant	\$ 123,574	\$ 750	\$	\$ 124,324

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 (i-g+h=i) (i)
304	STRUCTURES AND IMPROVEMENTS	23	%	3.03	1,111		148	1,259
305	Collecting and Impounding Reservoirs	20	%	5.0	845		128	973
306	Lake, River and Other Intakes	20	%	5.0	1,619		216	1,835
307	Wells and Springs	20	%	5.0	312		145	457
308	Infiltration Galleries & Tunnels	20	%	5.0	1,019		116	1,135
309	Supply Mains	20	%	5.0	1,019		116	1,135
310	Power Generating Equipment	20	%	5.0	1,019		116	1,135
311	Pumping Equipment	20	%	5.0	1,019		116	1,135
320	Water Treatment Equipment	20	%	5.0	1,019		116	1,135
330	Distribution Reservoirs & Standpipes	20	%	5.0	1,019		116	1,135
331	Trans. & Dist. Mains	20	%	5.0	1,019		116	1,135
333	Services	20	%	5.0	1,019		116	1,135
334	Meter & Meter Installations	20	%	5.0	1,019		116	1,135
335	Hydrants	20	%	5.0	1,019		116	1,135
336	Backflow Prevention Devices	20	%	5.0	1,019		116	1,135
339	Other Plant and Miscellaneous Equipment	20	%	5.0	1,019		116	1,135
340	Office Furniture and Equipment	20	%	5.0	1,019		116	1,135
341	Transportation Equipment	20	%	5.0	1,019		116	1,135
342	Stores Equipment	20	%	5.0	1,019		116	1,135
343	Tools, Shop and Garage Equipment	20	%	5.0	1,019		116	1,135
344	Laboratory Equipment	20	%	5.0	1,019		116	1,135
345	Power Operated Equipment	20	%	5.0	1,019		116	1,135
346	Communication Equipment	20	%	5.0	1,019		116	1,135
347	Miscellaneous Equipment	20	%	5.0	1,019		116	1,135
348	Other Tangible Plant	20	%	5.0	1,019		116	1,135
	Totals				14,958		2,813	17,771

* 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	120
616	Fuel for Power Production	
618	Chemicals	40
620	Materials and Supplies	
630	Contractual Services:	
	Billing & <u>DIR. MGMT</u>	1,662
	Professional	713
	Testing	-
	Other <u>OPERATIONS & MAINT</u>	3,281
640	Rents	
650	Transportation Expense	
655	Insurance Expense	
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	
670	Bad Debt Expense	
675	Miscellaneous Expenses <u>BANK CHARGES</u>	80
	Total Water Operation And Maintenance Expense	\$ 6,881

* 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	24	28	28
3/4"	D	1.5			
1"	D	2.5			
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)					
** D = Displacement C = Compound T = Turbine			Total		
			24	28	28

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

SYSTEM NAME: _____

PUMPING AND PURCHASED WATER STATISTICS

(a)	(b)	(c)	(d)	(e)	(f)
	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)
January				144.1	144.1
February				99.0	99.0
March				182.5	182.5
April				390.1	390.1
May				211.6	211.6
June				256.2	256.2
July				189.9	189.9
August				183.6	183.6
September				232.2	232.2
October				111.4	111.4
November				172.2	172.2
December				276.3	276.3
Total for Year				2,444.3	2,444.3

If water is purchased for resale, indicate the following:

Vendor N/A
Point of delivery _____

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

N/A

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	-	-	200
PVC	4"	8,450	-	-	8,450
PVC	2"	1,675	-	-	1,675
PVC	1 1/2"	375	-	-	375

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC

YEAR OF REPORT DECEMBER 31, 1999

SYSTEM NAME: _____

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	<u>1986</u>			
Types of Well Construction and Casing _____				
Depth of Wells _____				
Diameters of Wells _____	<u>6"</u>			
Pump - GPM _____	<u>250</u>			
Motor - HP _____	<u>20</u>			
Motor Type * _____	<u>SUBMERSIBLE</u>			
Yields of Wells in GPD _____	<u>360,000</u>			
Auxiliary Power _____	<u>N/A</u>			

* Submersible, centrifugal, etc.

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	<u>STEEL</u>			
Capacity of Tank _____	<u>60,000</u>			
Ground or Elevated _____	<u>GROUND</u>			

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
Motors				
Manufacturer _____	<u>N/A</u>			
Type _____				
Rated Horsepower _____				
Pumps				
Manufacturer _____	<u>N/A</u>			
Type _____				
Capacity in GPM _____				
Average Number of Hours Operated Per Day _____				
Auxiliary Power _____				

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC

YEAR OF REPORT DECEMBER 31, 1999

SOURCE OF SUPPLY

List for each source of suppl. (Ground, Surface, Purchased Water etc.)			
Permitted Gals. per day _____	<u>340,000</u>	_____	_____
Type of Source _____	<u>GROUND</u>	_____	_____

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:			
Type _____	<u>N/A</u>	_____	_____
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 _____	<u>CHEMTEK 30 GPD</u>	_____	_____
Ozone _____	<u>N/A</u>	_____	_____
Other _____	_____	_____	_____
Auxiliary Power _____	_____	_____	_____

UTILITY NAME: EAST MARION SANITARY SYSTEMS
INC.

YEAR OF REPORT
DECEMBER 31, 1999

SYSTEM NAME: _____

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. 1,286
2. Maximum number of ERCs * which can be served. 1,286
3. Present system connection capacity (in ERCs *) using existing lines. 1,286
4. Future connection capacity (in ERCs *) upon service area buildout. 1,286
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.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.
NONE
9. When did the company last file a capacity analysis report with the DEP? NONE
10. If the present system does not meet the requirements of DEP rules, submit the following:
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? _____
 - c. When will construction begin? _____
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? _____
11. Department of Environmental Protection ID # 3424789
12. Water Management District Consumptive Use Permit # 2-022-0042 WFM
 - 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 SANITARY SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization _____	\$ 950	\$ _____	\$ _____	\$ 950
352	Franchises _____				
353	Land and Land Rights _____	50,000			50,000
354	Structures and Improvements _____				
355	Power Generation Equipment _____				
360	Collection Sewers - Force _____	37,363			37,363
361	Collection Sewers - Gravity _____	80,831			80,831
362	Special Collecting Structures _____				
363	Services to Customers _____	4,118			4,118
364	Flow Measuring Devices _____				
365	Flow Measuring Installations _____				
370	Receiving Wells _____				
371	Pumping Equipment _____				
380	Treatment and Disposal Equipment _____	58,000			58,000
381	Plant Sewers _____				
382	Outfall Sewer Lines _____				
389	Other Plant and Miscellaneous Equipment _____				
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 _____				
	Total Wastewater Plant _____	\$ 241,262	\$ _____	\$ _____	\$ 241,262 *

* This amount should tie to sheet F-5.

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
354	DEGRAVATION Structures and Improvements	40	%	2.5	\$ 151	\$	\$ 24	\$ 202
355	Power Generation Equipment		%				1,245	10,584
360	Collection Sewers - Force	30	%	3.33	9,334		1,796	15,267
361	Collection Sewers - Gravity	45	%	2.22	13,471			
362	Special Collecting Structures		%				372	3,161
363	Services to Customers	38	%	2.63	2,789			
364	Flow Measuring Devices		%					
365	Flow Measuring Installations		%					
370	Receiving Wells		%					
371	Pumping Equipment		%					
380	Treatment and Disposal Equipment	18	%	5.56	24,166		3,222	27,388
381	Plant Sewers		%					
382	Outfall Sewer Lines		%					
389	Other Plant and Miscellaneous Equipment		%					
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		%					
	Totals				\$ 49,947	\$	\$ 6,244	\$ 56,000

* This amount should tie to Sheet F-5.

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	
704	Employee Pensions and Benefits	
710	Purchased Wastewater Treatment	
711	Sludge Removal Expense	
715	Purchased Power	205
716	Fuel for Power Production	
718	Chemicals	114
720	Materials and Supplies	37
730	Contractual Services:	
	Billing <i>← MGMT</i>	1,246
	Professional	712
	Testing	125
	Other <i>OPERATIONS = MAINT</i>	3,752
740	Rents	
750	Transportation Expense	
755	Insurance Expense	
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	
770	Bad Debt Expense	
775	Miscellaneous Expenses <i>STAMP FEES</i>	80
	Total Wastewater Operation And Maintenance Expense	\$ 7,271

* 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	24	28	28
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			24	28	28

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC

YEAR OF REPORT
DECEMBER 31, 1999

PUMPING EQUIPMENT

Lift Station Number _____	_____	_____	_____	_____	_____	_____
Make or Type and nameplate data on pump _____	_____	_____	_____	_____	_____	_____
Year installed _____	<u>1985</u>	_____	_____	_____	_____	_____
Rated capacity _____	_____	_____	_____	_____	_____	_____
Size _____	_____	_____	_____	_____	_____	_____
Power:	_____	_____	_____	_____	_____	_____
Electric _____	_____	_____	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	<u>3"</u>	_____	_____	_____	_____	_____
Type (PVC, VCP, etc.) _____	<u>PVC</u>	_____	_____	_____	_____	_____
Average length _____	<u>40'</u>	_____	_____	_____	_____	_____
Number of active service connections _____	<u>28</u>	_____	_____	_____	_____	_____
Beginning of year _____	<u>25</u>	_____	_____	_____	_____	_____
Added during year _____	<u>6</u>	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____
End of year _____	<u>28</u>	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	<u>3</u>	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains			
Size (inches) _____	<u>8"</u>	_____	_____	_____	<u>3"</u>	<u>4"</u>	_____	_____
Type of main _____	<u>PVC</u>	_____	_____	_____	<u>PVC</u>	<u>PVC</u>	_____	_____
Length of main (nearest foot) _____	<u>9680</u>	_____	_____	_____	<u>825</u>	<u>950</u>	_____	_____
Beginning of year _____	_____	_____	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	_____
End of year _____	<u>9680</u>	_____	_____	_____	<u>825</u>	<u>950</u>	_____	_____

MANHOLES

Size (inches) _____	<u>48"</u>	_____	_____	_____
Type of Manhole _____	<u>CONCR</u>	_____	_____	_____
Number of Manholes:	_____	_____	_____	_____
Beginning of year _____	<u>35</u>	_____	_____	_____
Added during year _____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____
End of Year _____	<u>35</u>	_____	_____	_____

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC

YEAR OF REPORT DECEMBER 31 1999

SYSTEM NAME: _____

TREATMENT PLANT

Manufacturer _____	<u>MAROF 1</u>	_____	_____
Type _____	<u>EXTENDED AIR</u>	_____	_____
"Steel" or "Concrete" _____	<u>CONCRETE</u>	_____	_____
Total Permitted Capacity _____	<u>50,000 GPD</u>	_____	_____
Average Daily Flow _____	<u>650 GPD</u>	_____	_____
Method of Effluent Disposal _____	<u>EVAP/PERK PONDS</u>	_____	_____
Permitted Capacity of Disposal _____	_____	_____	_____
Total Gallons of Wastewater treated _____	<u>1660 GPD</u>	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer _____	<u>DELLZOTTO</u>	<u>DELLZOTTO</u>	_____	_____	_____	_____
Capacity (GPM's) _____	<u>100</u>	<u>175</u>	_____	_____	_____	_____
Motor:			_____	_____	_____	_____
Manufacturer _____	<u>HYDRO-</u>	<u>HYDRO-</u>	_____	_____	_____	_____
Horsepower _____	<u>MATIC</u>	<u>MATIC</u>	_____	_____	_____	_____
Power (Electric or Mechanical) _____	<u>3</u>	<u>5</u>	_____	_____	_____	_____
	<u>ELEC</u>	<u>ELEC</u>	_____	_____	_____	_____

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	_____	<u>N/A</u>	_____
February _____	_____	_____	_____
March _____	_____	_____	_____
April _____	_____	_____	_____
May _____	_____	_____	_____
June _____	_____	_____	_____
July _____	_____	_____	_____
August _____	_____	_____	_____
September _____	_____	_____	_____
October _____	_____	_____	_____
November _____	_____	_____	_____
December _____	_____	_____	_____
Total for year _____	_____	_____	_____

If Wastewater Treatment is purchased, indicate the vendor: _____

UTILITY NAME: EAST MARION SANITARY SYSTEMS, INC

YEAR OF REPORT
DECEMBER 31, 1999

SYSTEM NAME: _____

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. 29
2. Maximum number of ERCs* which can be served. 179
3. Present system connection capacity (in ERCs*) using existing lines. 1286
4. Future connection capacity (in ERCs*) upon service area buildout. 1286
5. Estimated annual increase in ERCs*. 10
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system
NONE
7. If the utility uses reuse as a means of effluent disposal, provide a list of the reuse end users and the amount of reuse provided to each, if known.
8. If the utility does not engage in reuse, has a reuse feasibility study been completed? NO
If so, when? _____
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? NONE
11. If the present system does not meet the requirements of DEP rules, submit the following:
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? _____
 - c. When will construction begin? _____
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? _____
12. Department of Environmental Protection ID # _____

- * 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).

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.
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>



(signature of chief executive officer of the utility)

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

(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.