

CITY OF
UNIVERSITY

WATER AND SEWER

Do Not Remove from this Office

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

____ SU752-03-AR
Kirby D. Morgan, Inc.

Submitted To The

STATE OF FLORIDA

REGULATION

04 APR 30 AM 9:56

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2003

TABLE OF CONTENTS

FINANCIAL SECTION	PAGE
Identification	F-2
Income Statement	F-3
Balance Sheet	F-4
Net Utility Plant	F-5
Accumulated Depreciation and Amortization of Utility Plant	F-5
Capital Stock	F-6
Retained Earnings	F-6
Proprietary Capital	F-6
Long Term Debt	F-6
Taxes Accrued	F-7
Payment for Services Rendered by Other Than Employees	F-7
Contributions in Aid of Construction	F-8
Cost of Capital Used for AFUDC Calculation	F-9
AFUDC Capital Structure Adjustments	F-10
WATER OPERATING SECTION	PAGE
Water Utility Plant Accounts	W-1
Analysis of Accumulated Depreciation by Primary Account - Water	W-2
Water Operation and Maintenance Expense	W-3
Water Customers	W-3
Pumping and Purchased Water Statistics and Mains	W-4
Wells and Well Pumps, Reservoirs, and High Service Pumping	W-5
Sources of Supply and Water Treatment Facilities	W-6
General Water System Information	W-7
WASTEWATER OPERATING SECTION	PAGE
Wastewater Utility Plant Accounts	S-1
Analysis of Accumulated Depreciation by Primary Account - Wastewater	S-2
Wastewater Operation and Maintenance Expense	S-3
Wastewater Customers	S-3
Pumping Equipment, Collecting and Force Mains and Manholes	S-4
Treatment Plant, Pumps and Pumping Wastewater Statistics	S-5
General Wastewater System Information	S-6
VERIFICATION SECTION	PAGE
Verification	V-1

FINANCIAL SECTION

REPORT OF

KIRBY D. MORGAN, INC.

(EXACT NAME OF UTILITY)

164 S.E. PEARL TERRACE LAKE CITY, FLORIDA 32025	164 S.E. PEARL TERRACE LAKE CITY, FLORIDA	COLUMBIA
Mailing Address	Street Address	County

Telephone Number (386) 752-8267 Date Utility First Organized March 2, 1993

Fax Number (386) 752-8444 E-mail Address _____

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: EASTSIDE VILLAGE REALTY, 164 S.E. PEARL TERRACE
LAKE CITY, FLORIDA (386) 752-8267

Name of subdivisions where services are provided: EASTSIDE VILLAGE

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: <u>KIRBY D. MORGAN</u>	<u>OWNER</u>	<u>276 S.E. WILLOW DRIVE</u> <u>LAKE CITY, FL 32025</u>	
Person who prepared this report: <u>PATRICIA B. STUART, CPA</u>	<u>C.P.A.</u>	<u>816 S.W. MAIN BLVD.</u> <u>LAKE CITY, FL 32025</u>	
Officers and Managers: <u>KIRBY D. MORGAN</u>	<u>OWNER/OPERATOR</u>	<u>276 S.E. WILLOW DRIVE</u> <u>LAKE CITY, FL 32025</u>	\$ <u>10,000</u>
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

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
<u>KIRBY D. MORGAN</u>	<u>50%</u>	<u>276 S.E. WILLOW DRIVE</u> <u>LAKE CITY, FL 32025</u>	\$ <u>10,000</u>
<u>DOROTHY J. MORGAN</u>	<u>50%</u>	<u>276 S.E. WILLOW DRIVE</u> <u>LAKE CITY, FL 32025</u>	\$ <u>0</u>
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____

UTILITY NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT DECEMBER 31, 2003

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ _____	\$ <u>55,538</u>	\$ _____	\$ <u>55,538</u>
Commercial_____		_____	_____	_____	_____
Industrial_____		_____	_____	_____	_____
Multiple Family_____		_____	_____	_____	_____
Guaranteed Revenues_____		_____	_____	_____	_____
Other (Specify)_____		_____	_____	_____	_____
Total Gross Revenue_____		\$ _____	\$ <u>55,538</u>	\$ _____	\$ <u>55,538</u>
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ _____	\$ <u>50,801</u>	\$ _____	\$ <u>50,801</u>
Depreciation Expense_____	F-5	_____	<u>9,551</u>	_____	<u>9,551</u>
CIAC Amortization Expense_____	F-8	_____	<u>(3,705)</u>	_____	<u>(3,705)</u>
Taxes Other Than Income_____	F-7	_____	<u>2,926</u>	_____	<u>2,926</u>
Income Taxes_____	F-7	_____	_____	_____	_____
Total Operating Expense		\$ _____	<u>59,573</u>	_____	\$ <u>59,573</u>
Net Operating Income (Loss)		\$ _____	\$ <u>(4,035)</u>	\$ _____	\$ <u>(4,035)</u>
Other Income:					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss)		\$ _____	\$ <u>(4,035)</u>	\$ _____	\$ <u>(4,035)</u>

UTILITY NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT DECEMBER 31, 2003

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ <u>283,673</u>	\$ <u>279,700</u>
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	<u>88,005</u>	<u>78,454</u>
Net Utility Plant -----		\$ <u>195,668</u>	\$ <u>201,246</u>
Cash -----		<u>2,444</u>	<u>21,334</u>
Customer Accounts Receivable (141) -----			
Other Assets (Specify): -----			
UTILITY DEPOSITS -----		<u>475</u>	<u>475</u>
DUE FROM EASTSIDE VILLAGE REALTY, INC. -----		<u>2,951</u>	<u>2,951</u>
Total Assets -----		\$ <u>201,538</u>	\$ <u>226,006</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	<u>100</u>	<u>100</u>
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		<u>81,827</u>	<u>81,827</u>
Retained Earnings (215) -----	F-6	<u>13,011</u>	<u>17,046</u>
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ <u>94,938</u>	\$ <u>98,973</u>
Long Term Debt (224) -----	F-6	\$ -----	\$ -----
Accounts Payable (231) -----			
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----			
Other Liabilities (Specify) -----			
Management Fees Payable -----		<u>-</u>	<u>16,728</u>
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>106,600</u>	<u>110,305</u>
Total Liabilities and Capital -----		\$ <u>201,538</u>	\$ <u>226,006</u>

UTILITY NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT
DECEMBER 31, 2003

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service	\$ _____	\$ <u>283,673</u>	\$ _____	\$ <u>283,673</u>
-----	_____	_____	_____	_____
Construction Work in	_____	_____	_____	_____
-----	_____	_____	_____	_____
Other (Specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Utility Plant _____	\$ <u>_____</u>	\$ <u>283,673</u>	\$ <u>_____</u>	\$ <u>283,673</u>

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year _____	\$ _____	\$ <u>78,454</u>	\$ _____	\$ <u>78,454</u>
<u>Add Credits During Year:</u>				
Accruals charged to depreciation account _____	\$ _____	\$ <u>9,551</u>	\$ _____	\$ <u>9,551</u>
Salvage _____	_____	_____	_____	_____
Other Credits (specify) _____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Credits _____	\$ <u>_____</u>	\$ <u>9,551</u>	\$ <u>_____</u>	\$ <u>9,551</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>_____</u>	\$ <u>88,005</u>	\$ <u>_____</u>	\$ <u>88,005</u>

UTILITY NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT	
DECEMBER 31,	2003

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	1	_____
Shares authorized _____	100	_____
Shares issued and outstanding _____	100	_____
Total par value of stock issued _____	100	_____
Dividends declared per share for year _____	0	_____

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ 17,046
Changes during the year (Specify):		
NET INCOME _____		(4,035)
DISTRIBUTIONS OF CURRENT EARNINGS TO SHAREHOLDERS _____		-
Balance end of year _____	\$ _____	\$ 13,011

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ _____	\$ _____
Changes during the year (Specify):		

Balance end of year _____	\$ _____	\$ _____

LONG TERM DEBT (224)

Description of Obligation (Including Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
_____	_____	_____	\$ _____
_____	_____	_____	\$ _____
Total _____			\$ _____

UTILITY NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT	
DECEMBER 31,	2003

TAX EXPENSE

(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	_____	159	_____	159
Regulatory assessment fee	_____	2,508	_____	2,508
Other (Specify)	_____	_____	_____	_____
Florida Intangible Tax	_____	109	_____	109
Florida Corporate Filing Fee	_____	150	_____	150
Total Tax Expense	\$ _____	\$ 2,926	\$ _____	\$ 2,926

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
EASTSIDE VILLAGE REALTY, INC	\$ _____	\$ 16,728	MANAGEMENT SERVICES
KIRBY MORGAN	\$ _____	\$ 10,000	MANAGEMENT SERVICES
CHARLES JOHNSON	\$ _____	\$ 6,844	CONTR. SERVICES & TESTING
ODOM, MOSES & COMPANY, LLP	\$ _____	\$ 2,224	ACCOUNTING SERVICES
FLORIDA SEPTIC, INC.	\$ _____	\$ 1,755	PUMPING SERVICES
ADVANCED TECHNOLOGIES	\$ _____	\$ 1,556	WATER TESTING
LOUIS DEAS	\$ _____	\$ 1,000	TREE REMOVAL
VERLON HALL	\$ _____	\$ 910	CONTRACTUAL SERVICES
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

UTILITY NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT DECEMBER 31, 2003

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ _____	\$ <u>147,136</u>	\$ <u>147,136</u>
2) Add credits during year _____	\$ _____	\$ _____	\$ _____
3) Total _____	_____	_____	_____
4) Deduct charges during the year _____	_____	_____	_____
5) Balance end of year _____	_____	<u>147,136</u>	<u>147,136</u>
6) Less Accumulated Amortization _____	_____	<u>40,536</u>	<u>40,536</u>
7) Net CIAC _____	\$ _____	\$ <u>106,600</u>	\$ <u>106,600</u>

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

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

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ _____	\$ <u>36,831</u>	\$ <u>36,831</u>
Add Credits During Year: _____	_____	<u>3,705</u>	<u>3,705</u>
Deduct Debits During Year: _____	_____	_____	_____
Balance End of Year (Must agree with line #6 above.)	\$ _____	\$ <u>40,536</u>	\$ <u>40,536</u>

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

UTILITY NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT DECEMBER 31, 2003

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	\$ _____	<u>100.00</u> %		_____ %

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

APPROVED AFUDC RATE

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

WATER OPERATING SECTION

Note: This utility is a wastewater only service; therefore, Pages W-1 through W-7 have been omitted from this report.

**WASTEWATER
OPERATING
SECTION**

UTILITY NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT DECEMBER 31, 2003

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization_____	\$ _____	\$ _____	\$ _____	\$ _____
352	Franchises_____	_____	_____	_____	_____
353	Land and Land Rights_____	10,000	_____	_____	10,000
354	Structures and Improvements_____	92,579	_____	_____	92,579
355	Power Generation Equipment_____	_____	_____	_____	_____
360	Collection Sewers - Force_____	3,008	_____	_____	3,008
361	Collection Sewers - Gravity_____	145,254	_____	_____	145,254
362	Special Collecting Structures_____	64	_____	_____	64
363	Services to Customers_____	_____	_____	_____	_____
364	Flow Measuring Devices_____	4,016	_____	_____	4,016
365	Flow Measuring Installations_____	_____	_____	_____	_____
370	Receiving Wells_____	_____	_____	_____	_____
371	Pumping Equipment_____	_____	_____	_____	_____
380	Treatment and Disposal Equipment_____	24,779	2,374	_____	27,153
381	Plant Sewers_____	_____	_____	_____	_____
382	Outfall Sewer Lines_____	_____	_____	_____	_____
389	Other Plant and Miscellaneous Equipment_____	_____	_____	_____	_____
390	Office Furniture and Equipment_____	_____	1,599	_____	1,599
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_____	\$ 279,700	\$ 3,973	\$ _____	\$ 283,673 *

* This amount should tie to sheet F-5.

UTILITY NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT
DECEMBER 31, 2003

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	Structures and Improvements	27	%	%	\$ 34,572	\$	\$ 3,431	\$ 38,003
355	Power Generation Equipment		%	%				
360	Collection Sewers - Force	27	%	%	1,503		111	1,614
361	Collection Sewers - Gravity	40	%	%	35,016		3,630	38,646
362	Special Collecting Structures	37	%	%	24		2	26
363	Services to Customers		%	%				
364	Flow Measuring Devices		%	%	1,187		369	1,556
365	Flow Measuring Installations	7.5	%	%				
370	Receiving Wells		%	%				
371	Pumping Equipment		%	%				
380	Treatment and Disposal Equipment	15	%	%	6,152		1,768	7,920
381	Plant Sewers		%	%				
382	Outfall Sewer Lines		%	%				
389	Other Plant and Miscellaneous Equipment		%	%				
390	Office Furniture and Equipment		%	%			240	240
391	Transportation Equipment	5	%	%				
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				\$ 78,454	\$ -	\$ 9,551	\$ 88,005 *

* 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	4,992
716	Fuel for Power Production	_____
718	Chemicals	_____
720	Materials and Supplies	718
730	Contractual Services:	
	Billing	_____
	Professional Management Fees and Accounting	29,052
	Testing	1,556
	Other Repairs and Maintenance	13,432
740	Rents	_____
750	Transportation Expense	_____
755	Insurance Expense	_____
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	_____
770	Bad Debt Expense	_____
775	Miscellaneous Expenses Telephone and Bank Charges	1,051
	Total Wastewater Operation And Maintenance Expense	\$ 50,801 *

* 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	218	222	222
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			218	222	222

** D = Displacement
C = Compound
T = Turbine

PUMPING EQUIPMENT

Lift Station Number _____	<u>1</u>	<u>2</u>	<u>3</u>	_____	_____	_____
Make or Type and nameplate data on pump _____	_____	_____	_____	_____	_____	_____
Year installed _____	<u>2002</u>	<u>1990</u>	<u>2001</u>	_____	_____	_____
Rated capacity _____	_____	_____	_____	_____	_____	_____
Size _____	<u>2 hp</u>	<u>2 hp</u>	<u>3 hp</u>	_____	_____	_____
Power:						
Electric _____	<u>Electric</u>	<u>Electric</u>	<u>Electric</u>	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	<u>3"</u>	<u>3"</u>	<u>3"</u>	_____	_____	_____
Type (PVC, VCP, etc.) _____	<u>PVC</u>	<u>PVC</u>	<u>PVC</u>	_____	_____	_____
Average length _____	<u>40 ft</u>	<u>40 ft</u>	<u>40 ft</u>	_____	_____	_____
Number of active service connections _____	_____	_____	_____	_____	_____	_____
Beginning of year _____	<u>0</u>	<u>0</u>	<u>205</u>	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____
End of year _____	<u>0</u>	<u>0</u>	<u>205</u>	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS

	Collecting Mains				Force Mains			
Size (inches) _____	<u>8"</u>	_____	_____	_____	<u>3"</u>	_____	_____	_____
Type of main _____	<u>PVC</u>	_____	_____	_____	<u>PVC</u>	_____	_____	_____
Length of main (nearest foot) _____	<u>4500</u>	_____	_____	_____	<u>3800</u>	_____	_____	_____
Beginning of year _____	_____	_____	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	_____
End of year _____	<u>4500</u>	_____	_____	_____	<u>3800</u>	_____	_____	_____

MANHOLES

Size (inches) _____	<u>26"</u>	_____	_____	_____
Type of Manhole _____	_____	_____	_____	_____
Number of Manholes:				
Beginning of year _____	<u>34</u>	_____	_____	_____
Added during year _____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____
End of Year _____	<u>34</u>	_____	_____	_____

UTILITY NAME: KIRBY D. MORGAN, INC.

SYSTEM NAME: KIRBY D. MORGAN, INC.

YEAR OF REPORT DECEMBER 31, 2003

TREATMENT PLANT

Manufacturer_____	<u>De Fiance</u>	_____	_____
Type_____	_____	_____	_____
"Steel" or "Concrete"_____	<u>Concrete</u>	_____	_____
Total Permitted Capacity_____	<u>25000</u>	_____	_____
Average Daily Flow_____	<u>15600</u>	_____	_____
Method of Effluent Disposal_____	<u>Perc Ponds</u>	_____	_____
Permitted Capacity of Disposal_____	_____	_____	_____
Total Gallons of Wastewater treated_____	<u>6,723,000</u>	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer_____	<u>#1</u>	<u>#2</u>	<u>#3</u>	_____	_____	_____
Capacity (GPM's)_____	<u>100</u>	<u>100</u>	<u>100</u>	_____	_____	_____
Motor:						
Manufacturer_____	<u>Gorman</u>	<u>Rupp</u>	<u>Marthon</u>	_____	_____	_____
Horsepower_____	<u>2 hp</u>	<u>2 hp</u>	<u>2 hp</u>	_____	_____	_____
Power (Electric or Mechanical)_____	<u>Electric</u>	<u>Electric</u>	<u>Electric</u>	_____	_____	_____

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January_____	<u>571,000</u>	_____	_____
February_____	<u>507,000</u>	_____	_____
March_____	<u>595,000</u>	_____	_____
April_____	<u>456,000</u>	_____	_____
May_____	<u>519,000</u>	_____	_____
June_____	<u>769,000</u>	_____	_____
July_____	<u>575,000</u>	_____	_____
August_____	<u>539,000</u>	_____	_____
September_____	<u>546,000</u>	_____	_____
October_____	<u>578,000</u>	_____	_____
November_____	<u>503,000</u>	_____	_____
December_____	<u>565,000</u>	_____	_____
Total for year_____	<u>6,723,000</u>	_____	_____

If Wastewater Treatment is purchased, indicate the vendor: _____

UTILITY NAME: _____ KIRBY D. MORGAN, INC.

YEAR OF REPORT
DECEMBER 31, 2003

SYSTEM NAME: _____ KIRBY D. MORGAN, INC.

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. _____ 222,000/365 = 608 per day
2. Maximum number of ERCs* which can be served. 25000 per day
3. Present system connection capacity (in ERCs*) using existing lines. N/A
4. Future connection capacity (in ERCs*) upon service area buildout. N/A
5. Estimated annual increase in ERCs*. _____ N/A
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system
_____ N/A

7. If the utility uses reuse as a means of effluent disposal, provide a list of the reuse end users and the amount of reuse provided to each, if known: N/A
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? _____
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 # _____ 3112 - P00467

* 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"/>	<u>Kirby D. Morgan</u> *
				(signature of chief executive officer of the utility)

1.	2.	3.	4.	
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<u>Kirby D. Morgan</u> *
				(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.