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CLASS "A" OR "B"

**WATER AND SEWER**  
WATER AND/OR WASTEWATER UTILITIES  
**Do Not Remove from this Office**  
Gross Revenue of More Than \$200,000

ANNUAL REPORT

OF

WS160-02-AR  
Marion Utilities, Inc.  
710 N.E. 30th Avenue  
Ocala, FL 34470-6460

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2002

# CRIPPEN, CRIPPEN & TRICE, LLP

CERTIFIED PUBLIC ACCOUNTANTS

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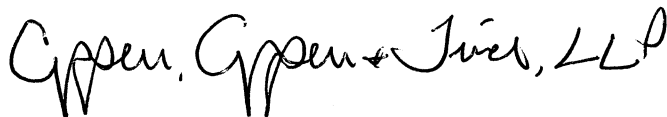
To the Board of Directors  
Marion Utilities, Inc.  
Ocala, Florida

We have compiled the balance sheets of Marion Utilities, Inc., as of December 31, 2002 and December 31, 2001 and the related statements of income and retained earnings for the year ended December 31, 2002 included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

The financial statements have been prepared in conformity with the accounting practices prescribed for water and wastewater utilities by the Florida Public Service Commission, which is a comprehensive basis of accounting other than generally accepted accounting principles.

Our compilation is limited to presenting in the form prescribed by the Florida Public Service Commission information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements are presented in accordance with the requirements of the Florida Public Service Commission, which differs from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.



March 25, 2003

Members:  
American Institute of  
Certified Public Accountants

Florida Institute of  
Certified Public Accountants

**Reconciliation of Revenue to  
Regulatory Assessment Fee Revenue  
Water Operations  
Class A & B**

**Company:**

**For the Year Ended December 31, 2002**

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues Per Sch. W-9	Gross Water Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Unmetered Water Revenues (460)	\$ _____	\$ _____	\$ _____
Total Metered Sales (461.1 - 461.5)	<u>1,076,598</u>	<u>1,076,598</u>	<u>0</u>
Total Fire Protection Revenue (462.1 - 462.2)	_____	_____	_____
Other Sales to Public Authorities (464)	_____	_____	_____
Sales to Irrigation Customers (465)	_____	_____	_____
Sales for Resale (466)	_____	_____	_____
Interdepartmental Sales (467)	_____	_____	_____
Total Other Water Revenues (469 - 474)	<u>43,396</u>	<u>43,396</u>	<u>0</u>
<b>Total Water Operating Revenue</b>	<b>\$ 1,119,994</b>	<b>\$ 1,119,994</b>	<b>\$ 0</b>
<b>LESS: Expense for Purchased Water from FPSC-Regulated Utility</b>	_____	_____	_____
<b>Net Water Operating Revenues</b>	<b>\$ 1,119,994</b>	<b>\$ 1,119,994</b>	<b>\$ 0</b>

Explanations:

Instructions:

For the current year, reconcile the gross water revenues reported on Schedule W-9 with the gross water revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).

**Reconciliation of Revenue to  
Regulatory Assessment Fee Revenue  
Wastewater Operations  
Class A & B**

**Company:**

**For the Year Ended December 31, 2002**

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues Per Sch. S-9	Gross Wastewater Revenues Per RAF Return	Difference (b) - (c)
Gross Revenue:			
Total Flat-Rate Revenues (521.1 - 521.6)	\$ 28,669	\$ 28,669	\$ 0
Total Measured Revenues (522.1 - 522.5)			
Revenues from Public Authorities (523)			
Revenues from Other Systems (524)			
Interdepartmental Revenues (525)			
Total Other Wastewater Revenues (530 - 536)			
Reclaimed Water Sales (540.1 - 544)			
<b>Total Wastewater Operating Revenue</b>	<b>\$ 28,669</b>	<b>\$ 28,669</b>	<b>\$ 0</b>
<b>LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility</b>			
<b>Net Wastewater Operating Revenues</b>	<b>\$ 28,669</b>	<b>\$ 28,669</b>	<b>\$ 0</b>

Explanations:

Instructions:

For the current year, reconcile the gross wastewater revenues reported on Schedule S-9 with the gross wastewater revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).



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# **EXECUTIVE SUMMARY**

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

### CERTIFICATION OF ANNUAL REPORT

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

YES  NO

1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.

YES  NO

2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.

YES  NO

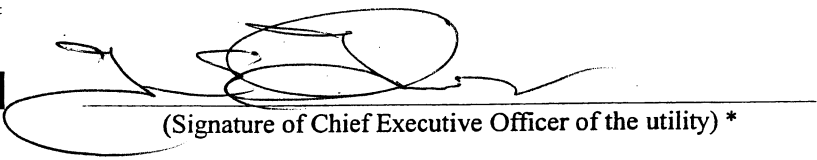
3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the the financial statement of the utility.

YES  NO

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 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.
X	X	X	X

  
(Signature of Chief Executive Officer of the utility) \*

1.	2.	3.	4.
X	X	X	X

\_\_\_\_\_  
(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.

ANNUAL REPORT OF

YEAR OF REPORT  
December 31, 2002

Marion Utilities, Inc.

(Exact Name of Utility)

County:

List below the exact mailing address of the utility for which normal correspondence should be sent:

710 N.E. 30th Avenue  
Ocala, Florida 34470

Telephone: 352-622-1171

E Mail Address:

WEB Site:

Sunshine State One-Call of Florida, Inc. Member Number

Name and address of person to whom correspondence concerning this report should be addressed:

Tim E. Thompson  
710 N.E. 30th Avenue  
Ocala, Florida 34470

Telephone: 352-622-1171

List below the address of where the utility's books and records are located:

710 N.E. 30th Avenue  
Ocala, Florida 34470

Telephone: 352-622-1171

List below any groups auditing or reviewing the records and operations:

Date of original organization of the utility: 11/25/80

Check the appropriate business entity of the utility as filed with the Internal Revenue Service

Individual  Partnership  Sub S Corporation  1120 Corporation

List below every corporation or person owning or holding directly or indirectly 5% or more of the voting securities of the utility:

	Name	Percent Ownership
1.	Tim E. Thompson	51%
2.	Linda L. Thompson	49%
3.		
4.		
5.		
6.		
7.		
8.		
9.		
10.		



UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

## COMPANY PROFILE

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.
- B. Public services rendered.
- C. Major goals and objectives.
- D. Major operating divisions and functions.
- E. Current and projected growth patterns.
- F. Major transactions having a material effect on operations.

Marion Utilities, Inc. was organized in 1980. The officers and shareholders are Tim and Linda Thompson. The utility originally had 11 systems and 1,150 customers. Our growth has been steady with the future outlook very promising.

We have only two divisions of operating: administrative and field operations.

We acquired another utility as planned in 1988. In addition, facilities to serve 500 customers were installed in 1988. In 1989, additional facilities were installed to serve 250 customers.

We acquired another utility in 1990 that will eventually serve 90 connections. Distribution facilities were installed to serve 100 additional connections. Four standby power units were installed bringing all systems in compliance with current requirements.

We acquired another utility containing 88 lots in 1991 and expanded its distribution system to serve another 65 lots. We installed additional distribution systems to serve another 100 connections. Plans for 1992 included the addition of facilities to serve another 374 customers. Although we anticipated installing capacity for 374 additional customers we were only able to receive permitting for 156. We have received the permits for the additional 218 that were planned to be installed in 1993.

In 1993 we installed lines and services for 110 of the 218 permitted. This was due to the developers downsizing their phase. The additional permitted areas should be done in 1994 and 1995.

There were no new expansions in 1994 due to developers having to cope with new regulations and the comprehensive land development plan. We are hoping for at least three new phases in existing subdivisions in 1995. We did increase our number of customers by 121.

In 1995 we completed the three new phases, adding 120 additional available connections. We upgraded our computer system to permit the use of a hand held meter reader system. It substantially increased performance of the system. We are planning construction of facilities to serve an additional 120 connections in 1996.

The utility had an over-earnings investigation in 1994 and 1995. The order was final November 30, 1995. All refunds were made in December 1995.

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

**COMPANY PROFILE - CONTINUED**

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.
- B. Public services rendered.
- C. Major goals and objectives.
- D. Major operating divisions and functions.
- E. Current and projected growth patterns.
- F. Major transactions having a material effect on operations.

In 1996 we completed distribution expansion in various subdivisions to add 197 future connections to our systems. We relocated our Greenfields water plant and put it into service. We added additional storage facilities to Woods and Meadows Estates. We added 207 new customers to the system and are planning to add facilities for 600 new connections.

In 1997 we added 97 new customers. We completed installation of distribution facilities for 198 connections of the proposed 600 with the balance to be completed in 1998. We also plan an upgrade of our Spruce Creek Plant to enable us to provide fire flow. We added a back-up well at Quadvilla Estates to conform to Department of Environmental Protection requirements.

In 1998 we added 108 customers. We completed the facilities for the additional 400 connections we had planned in 1997. The Spruce Creek water plant upgrade was completed. We are continuing the construction of the permitted areas served by the Spruce Creek Plant.

In 1999 we added 123 new customers. We installed distribution facilities to serve an additional 40 future customers. We provided and distributed our first Consumer Confidence Report in a timely manner.

In 2000 we added 117 new customers. We installed distribution facilities to serve 230 future customers. We completed all chemical testing required by the Department of Environmental Protection and distributed our second Consumer Confidence Report.

In 2001 we added 155 new customers. We installed distribution facilities to serve 180 future customers.

In 2002 we added 170 new customers. We installed distribution facilities to serve 200 future customers. We entered into a contract to sell our Quadvilla system to Silver Springs Regional Water & Sewer System. The transfer is still on docket with the commission.



UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

**PARENT / AFFILIATE ORGANIZATION CHART**

Current as of 12/31/02

Complete below an organizational chart that show all parents, subsidiaries and affiliates of the utility.  
The chart must also show the relationship between the utility and affiliates listed on E-7, E-10(a) and E-10(b).

There are no parent or subsidiary companies.

UTILITY NAME: Marion Utilities, Inc.

<b>YEAR OF REPORT</b> December 31, 2002
--

**COMPENSATION OF OFFICERS**

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.			
NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF THE UTILITY (c)	OFFICERS' COMPENSATION (d)
Tim E. Thompson	President	100%	\$ 124,981
Linda L. Thompson	Secretary/ Treasurer	100%	124,100

**COMPENSATION OF DIRECTORS**

For each director, list the number of director meetings attended by each director and the compensation received as a director from the respondent.			
NAME (a)	TITLE (b)	NUMBER OF DIRECTORS' MEETINGS ATTENDED (c)	DIRECTORS' COMPENSATION (d)
Tim E. Thompson	President	4	\$ 1,500
Linda L. Thompson	Secretary/ Treasurer	4	1,500



UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

**AFFILIATION OF OFFICERS AND DIRECTORS**

For each of the officials listed on page E-6, list the principle occupation or business affiliations or connections with any other business or financial organizations, firms, or partnerships. For purposes of this part, an official will be considered to have an affiliation with any business or financial organization, firm or partnership in which he is an officer, director, trustee, partner, or a person exercising similar functions.

NAME (a)	PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
Tim E. Thompson	President	Partner	Lou Earl Properties
	Marion Utilities, Inc.		23664 NE 124th Place Road
			Salt Springs, FL 32634
Linda L. Thompson	Secretary/ Treasurer	Partner	Lou Earl Properties
			23664 NE 124th Place Road
			Salt Springs, FL 32634









**FINANCIAL  
SECTION**



UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

**COMPARATIVE BALANCE SHEET  
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>UTILITY PLANT</b>				
101-106	Utility Plant	F-7	\$ 3,513,263	\$ 3,698,918
108-110	Less: Accumulated Depreciation and Amortization	F-8	1,334,940	1,420,461
Net Plant			\$ 2,178,323	\$ 2,278,457
114-115	Utility Plant Acquisition adjustment (Net)	F-7	22,254	16,558
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 2,200,577	\$ 2,295,015
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-9	\$	\$
122	Less: Accumulated Depreciation and Amortization			
Net Nonutility Property			\$ 0	\$ 0
123	Investment In Associated Companies	F-10		
124	Utility Investments	F-10		
125	Other Investments	F-10		
126-127	Special Funds	F-10		
Total Other Property & Investments			\$ 0	\$ 0
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		\$ 133,082	\$ 294,763
132	Special Deposits	F-9		
133	Other Special Deposits	F-9		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-11	31,240	6,405
145	Accounts Receivable from Associated Companies	F-12		
146	Notes Receivable from Associated Companies	F-12		
151-153	Material and Supplies		1,296	1,126
161	Stores Expense			
162	Prepayments		1,655	20,398
171	Accrued Interest and Dividends Receivable			
172 *	Rents Receivable			
173 *	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets	F-12	52,665	53,890
Total Current and Accrued Assets			\$ 219,938	\$ 376,582

\* Not Applicable for Class B Utilities

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

**COMPARATIVE BALANCE SHEET  
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
	DEFERRED DEBITS			
181	Unamortized Debt Discount & Expense	F-13	\$ _____	\$ _____
182	Extraordinary Property Losses	F-13	_____	_____
183	Preliminary Survey & Investigation Charges		_____	_____
184	Clearing Accounts		_____	_____
185 *	Temporary Facilities		_____	_____
186	Misc. Deferred Debits	F-14	840	840
187 *	Research & Development Expenditures		_____	_____
190	Accumulated Deferred Income Taxes		1,612	1,612
	Total Deferred Debits		\$ align="right">2,452	\$ align="right">2,452
	TOTAL ASSETS AND OTHER DEBITS		\$ align="right">2,422,967	\$ align="right">2,674,049

\* Not Applicable for Class B Utilities

**NOTES TO THE BALANCE SHEET**

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

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>EQUITY CAPITAL</b>				
201	Common Stock Issued	F-15	\$ 10	\$ 10
204	Preferred Stock Issued	F-15		
202,205 *	Capital Stock Subscribed			
203,206 *	Capital Stock Liability for Conversion			
207 *	Premium on Capital Stock			
209 *	Reduction in Par or Stated Value of Capital Stock			
210 *	Gain on Resale or Cancellation of Reacquired Capital Stock			
211	Other Paid - In Capital		990	990
212	Discount On Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-16	652,329	792,128
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			\$ 653,329	\$ 793,128
<b>LONG TERM DEBT</b>				
221	Bonds	F-15		
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17		
224	Other Long Term Debt	F-17	32,305	77,507
Total Long Term Debt			\$ 32,305	\$ 77,507
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable		275,241	305,107
232	Notes Payable	F-18	80,883	73,347
233	Accounts Payable to Associated Companies	F-18		
234	Notes Payable to Associated Companies	F-18		
235	Customer Deposits		78,700	82,790
236	Accrued Taxes	W/S-3	50,114	56,987
237	Accrued Interest	F-19	3,903	4,293
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20	111,477	64,860
Total Current & Accrued Liabilities			\$ 600,318	\$ 587,384

\* Not Applicable for Class B Utilities

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>DEFERRED CREDITS</b>				
251	Unamortized Premium On Debt	F-13	\$ _____	\$ _____
252	Advances For Construction	F-20	_____	25,432
253	Other Deferred Credits	F-21	_____	_____
255	Accumulated Deferred Investment Tax Credits		5,374	5,141
Total Deferred Credits			\$ <u>5,374</u>	\$ <u>30,573</u>
<b>OPERATING RESERVES</b>				
261	Property Insurance Reserve		\$ _____	\$ _____
262	Injuries & Damages Reserve		_____	_____
263	Pensions and Benefits Reserve		_____	_____
265	Miscellaneous Operating Reserves		_____	_____
Total Operating Reserves			\$ <u>0</u>	\$ <u>0</u>
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>				
271	Contributions in Aid of Construction	F-22	\$ 1,949,719	\$ 1,996,772
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	771,237	807,886
Total Net C.I.A.C.			\$ <u>1,178,482</u>	\$ <u>1,188,886</u>
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$ 168,083	\$ 191,498
282	Accumulated Deferred Income Taxes - Liberalized Depreciation		_____	_____
283	Accumulated Deferred Income Taxes - Other		(214,924)	(194,927)
Total Accumulated Deferred Income Tax			\$ <u>(46,841)</u>	\$ <u>(3,429)</u>
<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>			\$ <u>2,422,967</u>	\$ <u>2,674,049</u>

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

**COMPARATIVE OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR * (e)
<b>UTILITY OPERATING INCOME</b>				
400	Operating Revenues	F-3(b)	\$ 1,119,363	\$ 1,154,173
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)		
Net Operating Revenues			\$ 1,119,363	\$ 1,154,173
401	Operating Expenses	F-3(b)	\$ 912,686	\$ 931,245
403	Depreciation Expense:	F-3(b)	\$ 115,889	\$ 121,395
	Less: Amortization of CIAC	F-22	(71,123)	(74,250)
Net Depreciation Expense			\$ 44,766	\$ 47,145
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)	6,156	6,156
407	Amortization Expense (Other than CIAC)	F-3(b)	846	846
408	Taxes Other Than Income	W/S-3	101,537	104,473
409	Current Income Taxes	W/S-3	3,650	32,640
410.10	Deferred Federal Income Taxes	W/S-3	(2,313)	23,710
410.11	Deferred State Income Taxes	W/S-3		
411.10	Provision for Deferred Income Taxes - Credit	W/S-3	7,473	19,998
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3		
412.11	Investment Tax Credits Restored to Operating Income	W/S-3	(233)	(233)
Utility Operating Expenses			\$ 1,074,568	\$ 1,165,980
Net Utility Operating Income			\$ 44,795	\$ (11,807)
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)		
413	Income From Utility Plant Leased to Others			
414	Gains (losses) From Disposition of Utility Property		800	168,892
420	Allowance for Funds Used During Construction			
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ 45,595	\$ 157,085

\* For each account, Column e should agree with Cloumns f, g and h on F-3(b)

COMPARATIVE OPERATING STATEMENT (Cont'd)

WATER SCHEDULE W-3 * (f)	WASTEWATER SCHEDULE S-3 * (g)	OTHER THAN REPORTING SYSTEMS (h)
1,119,994	\$ 28,669	\$ 5,510
\$ 1,119,994	\$ 28,669	\$ 5,510
\$ 895,239	\$ 32,389	\$ 3,617
115,655 (68,272)	5,740 (5,978)	
\$ 47,383	\$ (238)	\$ 0
6,156		
846		
101,282	3,045	146
32,640		
23,710		
19,998		
(233)		
\$ 1,127,021	\$ 35,196	\$ 3,763
\$ (7,027)	\$ (6,527)	\$ 1,747
168,892		
\$ 161,865	\$ (6,527)	\$ 1,747

\* Total of Schedules W-3 / S-3 for all rate groups.

UTILITY NAME: Marion Utilities, Inc.

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

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
Total Utility Operating Income [from page F-3(a)]			\$ 45,595	\$ 157,085
<b>OTHER INCOME AND DEDUCTIONS</b>				
415	Revenues-Merchandising, Jobbing, and Contract Deductions		\$	\$
416	Costs & Expenses of Merchandising Jobbing, and Contract Work			
419	Interest and Dividend Income		2,204	2,182
421	Nonutility Income			7,311
426	Miscellaneous Nonutility Expenses		(3,349)	(3,725)
Total Other Income and Deductions			\$ (1,145)	\$ 5,768
<b>TAXES APPLICABLE TO OTHER INCOME</b>				
408.20	Taxes Other Than Income		\$	\$
409.20	Income Taxes		(3,650)	(6,452)
410.20	Provision for Deferred Income Taxes		189	(295)
411.20	Provision for Deferred Income Taxes - Credit		(467)	(1)
412.20	Investment Tax Credits - Net			
412.30	Investment Tax Credits Restored to Operating Income			
Total Taxes Applicable To Other Income			\$ (3,928)	\$ (6,748)
<b>INTEREST EXPENSE</b>				
427	Interest Expense	F-19	\$ 13,559	\$ 15,805
428	Amortization of Debt Discount & Expense	F-13		
429	Amortization of Premium on Debt	F-13		
Total Interest Expense			\$ 13,559	\$ 15,805
<b>EXTRAORDINARY ITEMS</b>				
433	Extraordinary Income		\$	\$
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
Total Extraordinary Items			\$ 0	\$ 0
<b>NET INCOME</b>			\$ 34,819	\$ 153,796

Explain Extraordinary Income:

UTILITY NAME: Marion Utilities, Inc.

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**SCHEDULE OF YEAR END RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	WASTEWATER UTILITY (e)
101	Total Utility Plant	F-7	\$ 3,516,985	\$ 181,933
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-8	1,264,820	138,511
110	Accumulated Amortization	F-8	17,130	
271	Contributions In Aid of Construction	F-22	1,837,631	159,141
252	Advances for Construction	F-20	25,432	
Subtotal			\$ 371,972	\$ (115,719)
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	673,564	134,322
Subtotal			\$ 1,045,536	\$ 18,603
	Plus or Minus:			
114	Acquisition Adjustments (2)	F-7	164,972	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	(136,484)	
	Working Capital Allowance (3)			
	Other (Specify): Deferred income tax on CIAC		16,387	
RATE BASE			\$ 1,090,411	\$ 18,603
NET UTILITY OPERATING INCOME			\$ (7,027)	\$ (6,527)
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			0	0

**NOTES :**

- (1) Estimate based on the methodology used in the last rate proceeding.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.  
In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.



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**SCHEDULE OF CURRENT COST OF CAPITAL  
CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING (1)**

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (2) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (3) (d)	WEIGHTED COST (c x d) (e)
Common Equity	\$ 793,128	76.61	10.72%	8.21%
Preferred Stock				
Long Term Debt	150,854	14.57	6.20%	0.90%
Customer Deposits	82,790	8.00	6.00%	0.49%
Tax Credits - Zero Cost				
Tax Credits - Weighted Cost				
Deferred Income Taxes	3,429	.32	0.00%	0.00%
Other (Explain)				
Investment Tax Credit	5,141	.50	0.00%	0.00%
<b>Total</b>	<b>\$ 1,035,342</b>	<b>100.00</b>		<b>9.60%</b>

(1) If the utility's capital structure is not used, explain which capital structure is used.

\_\_\_\_\_

(2) Should equal amounts on Schedule F-6, Column (g).

(3) Mid-point of the last authorized Return On Equity or current leverage formula if none has been established.

Must be calculated using the same methodology used in the last rate proceeding using current annual report year end amounts and cost rates.

**APPROVED RETURN ON EQUITY**

Current Commission Return on Equity:	<u>10.72</u> %
Commission order approving Return on Equity:	<u>95-1193-FOF-WS</u>

**APPROVED AFUDC RATE** NOT APPLICABLE  
COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

Current Commission Approved AFUDC rate:	_____ %
Commission order approving AFUDC rate:	_____

If any utility capitalized any charge in lieu of AFUDC (such as interest only), state the basis of the charge, an explanation as to why AFUDC was not charged and the percentage capitalized.



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**UTILITY PLANT  
ACCOUNTS 101 - 106**

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts: Utility Plant In Service	\$ 3,445,047	\$ 181,933	\$	\$ 3,626,980
102	Utility Plant Leased to Other				
103	Property Held for Future Use	4,009			4,009
104	Utility Plant Purchased or Sold				
105	Construction Work in Progress	67,929			67,929
106	Completed Construction Not Classified				
	<b>Total Utility Plant</b>	<u>\$ 3,516,985</u>	<u>\$ 181,933</u>	<u>\$ 0</u>	<u>\$ 3,698,918</u>

**UTILITY PLANT ACQUISITION ADJUSTMENTS  
ACCOUNTS 114 AND 115**

Report each acquisition adjustment and related accumulated amortization separately.  
For any acquisition adjustments approved by the Commission, include the Order Number.

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment	\$	\$	\$	\$
	See schedule attached				
	<b>Total Plant Acquisition Adjustments</b>	\$	\$	\$	\$
115	Accumulated Amortization	\$	\$	\$	\$
	<b>Total Accumulated Amortization</b>	\$	\$	\$	\$
	<b>Net Acquisition Adjustments</b>	\$	\$	\$	\$

UTILITY NAME: Marion Utilities, Inc.

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**UTILITY PLANT ACQUISITION ADJUSTMENTS  
ACCOUNTS 114 AND 115**

Report each acquisition adjustment and related accumulated amortization separately.  
For any acquisition adjustments approved by the Commission, include the Order Number

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition adjustment				
	Order #11568	\$ 164,972			\$ 164,972
	Balance after order #11568	113,399			113,399
	Woods & Meadows	(17,697)			(17,697)
	Spruce Creek	(58,554)			(58,554)
	Deer Creek	6,732			6,732
	Windgate	20,895			20,895
	Total Plant Acquisition Adjustments	\$ 229,747	\$ -	\$ -	\$ 229,747
115	Accumulated Amortization				
	Order #11568	\$ (136,484)	\$ -	\$ -	\$ (136,484)
	Balance after order #11568	(95,092)			(95,092)
	Woods & Meadows	7,337			7,337
	Spruce Creek	22,446			22,446
	Deer Creek	(2,441)			(2,441)
	Windgate	(8,955)			(8,955)
	Total Accumulated Amortization	\$ (213,189)	\$ -	\$ -	\$ (213,189)
	Net Aquisition Adjustments	\$ 16,558	\$ -	\$ -	\$ 16,558

UTILITY NAME: Marion Utilities, Inc.

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**ACCUMULATED DEPRECIATION ( ACCT. 108 ) AND AMORTIZATION (ACCT. 110)**

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
<b>ACCUMULATED DEPRECIATION</b>				
Account 108				
Balance first of year	\$ 1,185,885	\$ 132,771	\$ 0	\$ 1,318,656
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$ 115,655	\$ 5,740	\$	\$ 121,395
Account 108.2 (2)				
Account 108.3 (2)				
Other Accounts (specify):				
Salvage				
Other Credits (Specify):				
<b>Total Credits</b>	\$ 115,655	\$ 5,740	\$ 0	\$ 121,395
Debits during year:				
Book cost of plant retired	36,720			36,720
Cost of Removal				
Other Debits (specify):				
<b>Total Debits</b>	\$ 36,720	\$ 0	\$ 0	\$ 36,720
Balance end of year	\$ <u>1,264,820</u>	\$ <u>138,511</u>	\$ <u>0</u>	\$ <u>1,403,331</u>
<b>ACCUMULATED AMORTIZATION</b>				
Account 110				
Balance first of year	\$ 16,284	\$ 0	\$ 0	\$ 16,248
Credit during year:				
Accruals charged to:				
407	\$ 846	\$	\$	\$ 846
Account 110.2 (2)				
Other Accounts (specify):				
<b>Total credits</b>	\$ 846	\$ 0	\$ 0	\$ 846
Debits during year:				
Book cost of plant retired				
Other debits (specify):				
<b>Total Debits</b>	\$ 0	\$ 0	\$ 0	\$ 0
Balance end of year	\$ <u>17,130</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>17,130</u>

- (1) Account 108 for Class B utilities.
- (2) Not applicable for Class B utilities.
- (3) Account 110 for Class B utilities.

UTILITY NAME: Marion Utilities, Inc.

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**REGULATORY COMMISSION EXPENSE  
AMORTIZATION OF RATE CASE EXPENSE (ACCOUNTS 666 AND 766)**

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	CHARGED OFF DURING YEAR	
		ACCT. (d)	AMOUNT (e)
	\$ _____	_____	\$ _____
	_____	_____	_____
	_____	_____	_____
Total	\$ <u>0</u>	=====	\$ <u>0</u>

**NONUTILITY PROPERTY (ACCOUNT 121)**

Report separately each item of property with a book cost of \$25,000 or more included in Account 121.  
Other Items may be grouped by classes of property.

DESCRIPTION (a)	BEGINNING YEAR (b)	ADDITIONS (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
	\$ _____	\$ _____	\$ _____	\$ _____
	_____	_____	_____	_____
	_____	_____	_____	_____
Total Nonutility Property	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>

**SPECIAL DEPOSITS ( ACCOUNTS 132 AND 133)**

Report hereunder all special deposits carried in Accounts 132 and 133.

DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
SPECIAL DEPOSITS (Account 132): _____ _____	\$ _____
Total Special Deposits	\$ <u>0</u>
OTHER SPECIAL DEPOSITS (Account 133): _____ _____	\$ _____
Total Other Special Deposits	\$ <u>0</u>

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**INVESTMENTS AND SPECIAL FUNDS  
ACCOUNTS 123 - 127**

Report hereunder all investments and special funds carried in Accounts 123 through 127.

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (Account 123): _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Investment in Associated Companies		\$ <u>0</u>
UTILITY INVESTMENTS (Account 124): _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Utility Investment		\$ <u>0</u>
OTHER INVESTMENTS (Account 125): _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Other Investment		\$ <u>0</u>
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): _____ _____ _____ _____		\$ _____ _____ _____ _____
Total Special Funds		\$ <u>0</u>

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**ACCOUNTS AND NOTES RECEIVABLE - NET**  
**ACCOUNTS 141 - 144**

Report hereunder all accounts and notes receivable included in Accounts 141, 142, and 144. Amounts included in  
Amounts included in Accounts 142 and 144 should be listed individually.

DESCRIPTION (a)		TOTAL (b)
CUSTOMER ACCOUNTS RECEIVABLE (Account 141):		
Water	\$ 6,008	
Wastewater		
Other		
Total Customer Accounts Receivable		\$ 6,008
OTHER ACCOUNTS RECEIVABLE ( Account 142):		
Returned checks and contract	\$ 397	
Total Other Accounts Receivable		\$ 397
NOTES RECEIVABLE (Account 144 ):		
Total Notes Receivable		\$ 0
Total Accounts and Notes Receivable		\$ 6,405
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS ( Account 143 )		
Balance first of year	\$ 0	
Add: Provision for uncollectibles for current year	\$ 3,572	
Collection of accounts previously written off	103	
Utility Accounts		
Others		
Total Additions		\$ 3,675
Deduct accounts written off during year:		
Utility Accounts	3,675	
Others		
Total accounts written off		\$ 3,675
Balance end of year		\$ 0
<b>TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET</b>		<b>\$ 6,405</b>





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**UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT  
ACCOUNTS 181 AND 251**

Report the net discount and expense or premium separately for each security issue.

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Account 181): _____ _____ _____	\$ _____ _____ _____	\$ _____ _____ _____
Total Unamortized Debt Discount and Expense	\$ <u>0</u>	\$ <u>0</u>
UNAMORTIZED PREMIUM ON DEBT (Account 251): _____ _____ _____	\$ _____ _____ _____	\$ _____ _____ _____
Total Unamortized Premium on Debt	\$ <u>0</u>	\$ <u>0</u>

**EXTRAORDINARY PROPERTY LOSSES  
ACCOUNT 182**

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
_____ _____ _____	\$ _____ _____ _____
Total Extraordinary Property Losses	\$ <u>0</u>

UTILITY NAME: Marion Utilities, Inc.

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**MISCELLANEOUS DEFERRED DEBITS  
ACCOUNT 186**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
DEFERRED RATE CASE EXPENSE (Class A Utilities: Account 186.1)		
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
<b>Total Deferred Rate Case Expense</b>	\$ <u>0</u>	\$ <u>0</u>
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):		
Utility deposits	\$ 0	\$ 840
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
<b>Total Other Deferred Debits</b>	\$ <u>0</u>	\$ <u>840</u>
REGULATORY ASSETS (Class A Utilities: Account. 186.3):		
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
<b>Total Regulatory Assets</b>	\$ <u>0</u>	\$ <u>0</u>
<b>TOTAL MISCELLANEOUS DEFERRED DEBITS</b>	\$ <u>0</u>	\$ <u>840</u>

UTILITY NAME: Marion Utilities, Inc.

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**CAPITAL STOCK  
ACCOUNTS 201 AND 204\***

DESCRIPTION (a)	RATE (b)	TOTAL (c)
<b>COMMON STOCK</b>		
Par or stated value per share	%	\$ 1.00
Shares authorized		1000
Shares issued and outstanding		100
Total par value of stock issued	%	\$ 10
Dividends declared per share for year	%	\$ 140
<b>PREFERRED STOCK</b>		
Par or stated value per share	%	\$
Shares authorized		
Shares issued and outstanding		
Total par value of stock issued	%	\$
Dividends declared per share for year	%	\$

\* Account 204 not applicable for Class B utilities.

**BONDS  
ACCOUNT 221**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
	%		\$
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			\$ 0

\* For variable rate obligations, provide the basis for the rate. (i.e.. prime + 2%, etc.)

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**STATEMENT OF RETAINED EARNINGS**

1. Dividends should be shown for each class and series of capital stock. Show amounts as dividends per share.
2. Show separately the state and federal income tax effect of items shown in Account No. 439.

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings: Balance Beginning of Year	\$ 652,329
439	Changes to Account: Adjustments to Retained Earnings ( requires Commission approval prior to use): Credits: _____	\$ _____
	Total Credits:	\$ 0
	Debits: Rounding _____	\$ _____ 3
	Total Debits:	\$ 3
435	Balance Transferred from Income	\$ 153,796
436	Appropriations of Retained Earnings: _____	_____
	Total Appropriations of Retained Earnings	\$ 0
437	Dividends Declared: Preferred Stock Dividends Declared _____	_____
438	Common Stock Dividends Declared _____	_____
	Total Dividends Declared	\$ 14,000
215	Year end Balance	\$ 792,128
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end): _____	_____
214	Total Appropriated Retained Earnings	\$ _____
Total Retained Earnings		\$ 792,128
Notes to Statement of Retained Earnings:		





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**ACCRUED INTEREST AND EXPENSE  
ACCOUNTS 237 AND 427**

DESCRIPTION OF DEBIT (a)	BALANCE BEGINNING OF YEAR (b)	INTEREST ACCRUED DURING YEAR		INTEREST PAID DURING YEAR (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
ACCOUNT NO. 237.1 - Accrued Interest on Long Term Debt	\$ 139		\$ 11,495	\$ 11,444	\$ 190
Total Account 237.1	\$ 139		\$ 11,495	\$ 11,444	\$ 190
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities Customer Deposits	\$ 3,764	427	\$ 4,310	\$ 3,971	\$ 4,103
Total Account 237.2	\$ 3,764		\$ 4,310	\$ 3,971	\$ 4,103
Total Account 237 (1)	\$ 3,903		\$ 15,805	\$ 15,415	\$ 4,293
INTEREST EXPENSED:					
Total accrual Account 237		237	\$ 15,805		
Less Capitalized Interest Portion of AFUDC:					
Net Interest Expensed to Account No. 427 (2)			\$ 15,805		

(1) Must agree to F-2 (a), Beginning and Ending Balance of Accrued Interest.

(2) Must agree to F-3 (c), Current Year Interest Expense



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MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES  
ACCOUNT 241

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
Officer salaries	\$ 19,851
Other salaries	16,402
Professional fees	12,750
Profit sharing contribution payable	8,108
Customer prepayments	7,749
Total Miscellaneous Current and Accrued Liabilities	\$ 64,860

ADVANCES FOR CONSTRUCTION  
ACCOUNT 252

NAME OF PAYOR * (a)	BALANCE BEGINNING OF YEAR (b)	DEBITS		CREDITS (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
Summerbrooke	\$			\$ 10,432	\$ 10,432
Whispering Pines IV				15,000	15,000
Total	\$ 0		\$ 0	\$ 25,432	\$ 25,432

\* Report advances separately by reporting group, designating water or wastewater in column (a).

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**OTHER DEFERRED CREDITS  
ACCOUNT 253**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
REGULATORY LIABILITIES (Class A Utilities: Account 253.1): _____ _____ _____	\$ _____ _____ _____	\$ _____ _____ _____
Total Regulatory Liabilities	\$ <u>0</u>	\$ <u>0</u>
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2): _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____
Total Other Deferred Liabilities	\$ <u>0</u>	\$ <u>0</u>
<b>TOTAL OTHER DEFERRED CREDITS</b>	\$ <u>0</u>	\$ <u>0</u>

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**CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271**

DESCRIPTION (a)	WATER (W-7) (b)	WASTEWATER (S-7) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>1,790,578</u>	\$ <u>159,141</u>	\$ <u>0</u>	\$ <u>1,949,719</u>
Add credits during year:	\$ <u>108,633</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>108,633</u>
Less debit charged during the year	\$ <u>61,580</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>61,580</u>
Total Contribution In Aid of Construction	\$ <u>1,837,631</u>	\$ <u>159,141</u>	\$ <u>0</u>	\$ <u>1,996,772</u>

**ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 272**

DESCRIPTION (a)	WATER (W-8(a)) (b)	WASTEWATER (S-8(a)) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>642,893</u>	\$ <u>128,344</u>	\$ <u>0</u>	\$ <u>771,237</u>
Debits during the year:	\$ <u>68,272</u>	\$ <u>5,978</u>	\$ <u>0</u>	\$ <u>74,250</u>
Credits during the year	\$ <u>37,601</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>37,601</u>
Total Accumulated Amortization of Contributions In Aid of Construction	\$ <u>673,564</u>	\$ <u>134,322</u>	\$ <u>0</u>	\$ <u>807,886</u>

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**RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES (UTILITY OPERATIONS)**

- 1 The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computations of all tax accruals.
- 2 If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignments or sharing of the consolidated tax among the group members.

DESCRIPTION (a)	REF. NO. (b)	AMOUNT (c)
Net income for the year	F-3(c)	\$ 153,796
Reconciling items for the year:		
Taxable income not reported on books:		
_____		_____
_____		_____
_____		_____
Deductions recorded on books not deducted for return:		
Insurance, officer life		2,304
Amortization of org. cost and acq. adj.		9,923
Accrued office salaries		19,851
Federal income tax		20,891
Deferred income tax		43,179
Income recorded on books not included in return:		
CIAC amortization		74,250
_____		_____
_____		_____
Deduction on return not charged against book income:		
Depreciation		50,316
Prior accrued officer salaries paid		18,907
Amortization of refinance costs		459
Book to tax gain on assets disposed		10,009
_____		_____
_____		_____
Federal tax net income		\$ 96,003

Computation of tax :

15% of 50,000 = 7,500  
 25% of 25,000 = 6,250  
 34% of 21,003 = 7,141  
 Total tax = 20,891



**WATER  
OPERATION  
SECTION**



UTILITY NAME: Marion Utilities, Inc.  
 SYSTEM NAME / COUNTY: Marion Utilities/Marion

**YEAR OF REPORT**  
**December 31, 2002**

**SCHEDULE OF YEAR END WATER RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 3,336,429
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	W-6(b)	1,216,390
110	Accumulated Amortization		17,130
271	Contributions In Aid of Construction	W-7	1,771,634
252	Advances for Construction	F-20	25,432
Subtotal			\$ 305,843
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 633,443
Subtotal			\$ 939,286
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	164,972
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	(136,484)
	Working Capital Allowance (3)		
	Other (Specify): <u>Deferred taxes on CIAC</u>		16,387
103	<u>Property held for future use</u>		4,009
105	<u>Construction work-in-process</u>		67,929
WATER RATE BASE			\$ 1,056,099
WATER OPERATING INCOME		W-3	\$ (7,027)
ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)			<u>0</u>

NOTES : (1) Estimate based on the methodology used in the last rate proceeding.

(2) Include only those Acquisition Adjustments that have been approved by the Commission.

(3) Calculation consistent with last rate proceeding.

In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Windgate Estates/Marion

**SCHEDULE OF YEAR END WATER RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 108,618
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	W-6(b)	48,430
110	Accumulated Amortization		
271	Contributions In Aid of Construction	W-7	65,997
252	Advances for Construction	F-20	
Subtotal			\$ (5,809)
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 40,121
Subtotal			\$ 34,312
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		
	Other (Specify):		
WATER RATE BASE			\$ 34,312
WATER OPERATING INCOME		W-3	\$ Not available
ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)			

NOTES : (1) Estimate based on the methodology used in the last rate proceeding.

(2) Include only those Acquisition Adjustments that have been approved by the Commission.

(3) Calculation consistent with last rate proceeding.

In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.



UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY : Marion Utilities/Marion

**WATER OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
	UTILITY OPERATING INCOME		
400	Operating Revenues	W-9	\$ 1,119,994
469	Less: Guaranteed Revenue and AFPI	W-9	
	Net Operating Revenues		\$ 1,119,994
401	Operating Expenses	W-10(a)	\$ 895,239
403	Depreciation Expense	W-6(a)	115,655
	Less: Amortization of CIAC	W-8(a)	(68,272)
	Net Depreciation Expense		\$ 47,383
406	Amortization of Utility Plant Acquisition Adjustment	F-7	6,156
407	Amortization Expense (Other than CIAC)	F-8	846
408.10	Taxes Other Than Income		
	Utility Regulatory Assessment Fee		50,400
408.11	Property Taxes		20,284
408.12	Payroll Taxes		29,708
408.13	Other Taxes and Licenses		890
408	Total Taxes Other Than Income		\$ 101,282
409.1	Income Taxes		32,640
410.10	Deferred Federal Income Taxes		23,710
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		19,998
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		(233)
	Utility Operating Expenses		\$ 1,127,021
	Utility Operating Income		\$ (7,027)
469	Add Back:		
	Guaranteed Revenue (and AFPI)	W-9	\$
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		168,892
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ 161,865

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY : Windgate Estates/Marion

**WATER OPERATING STATEMENT**

INFORMATION NOT AVAILABLE

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
	UTILITY OPERATING INCOME		
400	Operating Revenues	W-9	\$ _____
469	Less: Guaranteed Revenue and AFPI	W-9	
	Net Operating Revenues		\$ _____
401	Operating Expenses	W-10(a)	\$ _____
403	Depreciation Expense	W-6(a)	
	Less: Amortization of CIAC	W-8(a)	
	Net Depreciation Expense		\$ _____
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC)	F-8	
408.10	Taxes Other Than Income		
408.11	Utility Regulatory Assessment Fee		
408.12	Property Taxes		
408.13	Payroll Taxes		
408.13	Other Taxes and Licenses		
408	Total Taxes Other Than Income		\$ _____
409.1	Income Taxes		
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
	Utility Operating Expenses		\$ _____
	Utility Operating Income		\$ _____
469	Add Back: Guaranteed Revenue (and AFPI)	W-9	\$ _____
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ _____

UTILITY NAME:

Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY:

Marion Utilities/Marion

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ 25,391			\$ 25,391
302	Franchises				
303	Land and Land Rights	115,417		10,000	105,417
304	Structures and Improvements	89,513		2,394	87,119
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	140,144		3,863	136,281
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	302,990	2,991	15,375	290,606
320	Water Treatment Equipment	39,244		2,978	36,266
330	Distribution Reservoirs and Standpipes	169,546		4,081	165,465
331	Transmission and Distribution Mains	1,647,848	140,486	19,600	1,768,734
333	Services	241,279	11,034	780	251,533
334	Meters and Meter Installations	240,072	7,610	8,610	239,072
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant Miscellaneous Equipment				
340	Office Furniture and Equipment	49,547	24,770	3,579	70,738
341	Transportation Equipment	120,136			120,136
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	9,201		2,333	6,868
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment	5,085	2,984	2,611	5,458
347	Miscellaneous Equipment				
348	Other Tangible Plant	27,345			27,345
TOTAL WATER PLANT		\$ 3,222,758	\$ 189,875	\$ 76,204	\$ 3,336,429

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

W-4(a)

GROUP 1

YEAR OF REPORT  
December 31, 2002

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Marion Utilities/Marion

WATER UTILITY PLANT MATRIX

ACCT. NO.	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 INTANGIBLE PLANT (d)	.2 SOURCE OF SUPPLY AND PUMPING PLANT (e)	.3 WATER TREATMENT PLANT (f)	.4 TRANSMISSION AND DISTRIBUTION PLANT (g)	.5 GENERAL PLANT (h)
301	Organization	\$ 25,391	\$ 25,391				
302	Franchises						
303	Land and Land Rights	105,417					105,417
304	Structures and Improvements	87,119					87,119
305	Collecting and Impounding Reservoirs						
306	Lake, River and Other Intakes						
307	Wells and Springs	136,281		136,281			
308	Infiltration Galleries and Tunnels						
309	Supply Mains						
310	Power Generation Equipment						
311	Pumping Equipment	290,606		290,606			
320	Water Treatment Equipment	36,266			36,266		
330	Distribution Reservoirs and Standpipes	165,465				165,465	
331	Transmission and Distribution Mains	1,768,734				1,768,734	
333	Services	251,533				251,533	
334	Meters and Meter Installations	239,072				239,072	
335	Hydrants						
336	Backflow Prevention Devices						
339	Other Plant Miscellaneous Equipment						
340	Office Furniture and Equipment	70,738					70,738
341	Transportation Equipment	120,136					120,136
342	Stores Equipment						
343	Tools, Shop and Garage Equipment	6,868					6,868
344	Laboratory Equipment						
345	Power Operated Equipment	5,458					5,458
346	Communication Equipment						
347	Miscellaneous Equipment						
348	Other Tangible Plant	27,345					27,345
	TOTAL WATER PLANT	\$ 3,336,429	\$ 25,391	\$ 426,887	\$ 36,266	\$ 2,424,804	\$ 423,081

W-4(b)  
GROUP 1

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY: Windgate Estates/Marion

**WATER UTILITY PLANT ACCOUNTS**

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$	\$	\$	\$
302	Franchises				
303	Land and Land Rights	1,710			1,710
304	Structures and Improvements	6,571			6,571
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	11,500			11,500
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	12,593			12,593
320	Water Treatment Equipment	2,575			2,575
330	Distribution Reservoirs and Standpipes	8,454			8,454
331	Transmission and Distribution Mains	48,069			48,069
333	Services	6,531			6,531
334	Meters and Meter Installations	10,569	46		10,615
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant 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				
348	Other Tangible Plant				
<b>TOTAL WATER PLANT</b>		\$ 108,572	\$ 46	\$ 0	\$ 108,618

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31 2002

SYSTEM NAME / COUNTY: Windgate Estates/Marion

WATER UTILITY PLANT MATRIX

ACCT. NO.	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 INTANGIBLE PLANT (d)	.2 SOURCE OF SUPPLY AND PUMPING PLANT (e)	.3 WATER TREATMENT PLANT (f)	.4 TRANSMISSION AND DISTRIBUTION PLANT (g)	.5 GENERAL PLANT (h)
301	Organization	\$	\$	\$	\$	\$	\$
302	Franchises						
303	Land and Land Rights	1,710					1,710
304	Structures and Improvements	6,571					6,571
305	Collecting and Impounding Reservoirs						
306	Lake, River and Other Intakes						
307	Wells and Springs	11,500		11,500			
308	Infiltration Galleries and Tunnels						
309	Supply Mains						
310	Power Generation Equipment						
311	Pumping Equipment	12,593		12,593			
320	Water Treatment Equipment	2,575			2,575		
330	Distribution Reservoirs and Standpipes	8,454				8,454	
331	Transmission and Distribution Mains	48,069				48,069	
333	Services	6,531				6,531	
334	Meters and Meter Installations	10,615				10,615	
335	Hydrants						
336	Backflow Prevention Devices						
339	Other Plant 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						
348	Other Tangible Plant						
	TOTAL WATER PLANT	\$ 108,618	\$ 0	\$ 24,093	\$ 2,575	\$ 73,669	\$ 8,281

W-4(b)  
GROUP 2

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Marion Utilities/Marion

**BASIS FOR WATER DEPRECIATION CHARGES**

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
304	Structures and Improvements	33		3.03
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs	30		3.33
308	Infiltration Galleries and Tunnels			
309	Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	20		5.00
320	Water Treatment Equipment	22		4.55
330	Distribution Reservoirs and Standpipes	37		2.70
331	Transmission and Distribution Mains	43		2.33
333	Services	40		2.50
334	Meters and Meter Installations	20		5.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant Miscellaneous Equipment			
340	Office Furniture and Equipment	15		6.67
341	Transportation Equipment	6		16.67
342	Stores Equipment			
343	Tools, Shop and Garage Equipment	16		6.25
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	10		10.00
347	Miscellaneous Equipment			
348	Other Tangible Plant	10		10.00
Water Plant Composite Depreciation Rate *				

\* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Windgate Estates/Marion

**BASIS FOR WATER DEPRECIATION CHARGES**

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
304	Structures and Improvements	33		3.03
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs	30		3.33
308	Infiltration Galleries and Tunnels			
309	Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	20		5.00
320	Water Treatment Equipment	22		4.55
330	Distribution Reservoirs and Standpipes	37		2.70
331	Transmission and Distribution Mains	43		2.33
333	Services	40		2.50
334	Meters and Meter Installations	20		5.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant 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			
348	Other Tangible Plant			
Water Plant Composite Depreciation Rate *				

\* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.



UTILITY NAME:

Marion Utilities, Inc.

SYSTEM NAME / COUNTY:

Marion Utilities/Marion

YEAR OF REPORT  
December 31, 2002

**ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION**

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d + e) (f)
304	Structures and Improvements	\$ 45,400	\$ 2,458	\$	\$ 2,458
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	75,160	4,418		4,418
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	156,227	13,774		13,774
320	Water Treatment Equipment	17,412	1,489		1,489
330	Distribution Reservoirs and Standpipes	65,776	4,479		4,479
331	Transmission and Distribution Mains	466,384	39,582		39,582
333	Services	81,196	6,150		6,150
334	Meters and Meter Installations	157,672	8,859		8,859
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant Miscellaneous Equipment				
340	Office Furniture and Equipment	17,228	6,244		6,244
341	Transportation Equipment	33,381	21,103		21,103
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	4,463	551		551
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment	3,661	678		678
347	Miscellaneous Equipment				
348	Other Tangible Plant	16,657	2,708		2,708
<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>		<b>\$ 1,140,617</b>	<b>\$ 112,493</b>	<b>\$ 0</b>	<b>\$ 112,493</b>

\* Specify nature of transaction  
Use ( ) to denote reversal entries.

W-6(a)  
GROUP 1

UTILITY NAME: Marion Utilities, Inc.  
 SYSTEM NAME / COUNTY: Marion Utilities/Marion

YEAR OF REPORT  
 December 31, 2002

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (CONT'D)

ACCT. NO.	ACCOUNT NAME	PLANT RETIRED	SALVAGE AND INSURANCE	COST OF REMOVAL AND OTHER CHARGES	TOTAL CHARGES	BALANCE AT END OF YEAR
(a)	(b)	(g)	(h)	(i)	(j)	(k)
304	Structures and Improvements	\$ 1,186	\$	\$	\$ 1,186	\$ 46,672
305	Collecting and Impounding Reservoirs					
306	Lake, River and Other Intakes					
307	Wells and Springs	2,249			2,249	77,329
308	Infiltration Galleries and Tunnels					
309	Supply Mains					
310	Power Generation Equipment					
311	Pumping Equipment	9,802			9,802	160,199
320	Water Treatment Equipment	733			733	18,168
330	Distribution Reservoirs and Standpipes	1,897			1,897	68,358
331	Transmission and Distribution Mains	10,424			10,424	495,542
333	Services	386			386	86,960
334	Meters and Meter Installations	6,220			6,220	160,311
335	Hydrants					
336	Backflow Prevention Devices					
339	Other Plant Miscellaneous Equipment					
340	Office Furniture and Equipment	1,239			1,239	22,233
341	Transportation Equipment					54,484
342	Stores Equipment					
343	Tools, Shop and Garage Equipment	874			874	4,140
344	Laboratory Equipment					
345	Power Operated Equipment					
346	Communication Equipment	1,710			1,710	2,629
347	Miscellaneous Equipment					
348	Other Tangible Plant					19,365
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 36,720	\$ 0	\$ 0	\$ 36,720	\$ 1,216,390

W-6(b)  
 GROUP 1

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY: Windgate Estates/Marion

**ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION**

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d + e) (f)
304	Structures and Improvements	\$ 2,865	200		\$ 200
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	4,094	383		383
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	4,126	545		545
320	Water Treatment Equipment	837	100		100
330	Distribution Reservoirs and Standpipes	5,343	229		229
331	Transmission and Distribution Mains	16,910	1,117		1,117
333	Services	3,000	164		164
334	Meters and Meter Installations	8,093	424		424
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant 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				
348	Other Tangible Plant				
<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>		\$ 45,268	\$ 3,162	\$ 0	\$ 3,162

\* Specify nature of transaction  
Use ( ) to denote reversal entries.

W-6(a)  
GROUP 2

UTILITY NAME: Marion Utilities, Inc.  
 SYSTEM NAME / COUNTY: Windgate Estates/Marion

YEAR OF REPORT  
 December 31, 2002

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (CONT'D)

ACCT. NO.	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i)	BALANCE AT END OF YEAR (c+f-k) (l)
304	Structures and Improvements	\$	\$	\$	\$	\$ 3,065
305	Collecting and Impounding Reservoirs					
306	Lake, River and Other Intakes					
307	Wells and Springs					4,477
308	Infiltration Galleries and Tunnels					
309	Supply Mains					
310	Power Generation Equipment					
311	Pumping Equipment					
320	Water Treatment Equipment					4,671
330	Distribution Reservoirs and Standpipes					937
331	Transmission and Distribution Mains					5,572
333	Services					18,027
334	Meters and Meter Installations					3,164
335	Hydrants					8,517
336	Backflow Prevention Devices					
339	Other Plant 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					
348	Other Tangible Plant					
TOTAL WATER ACCUMULATED DEPRECIATION \$						\$ 48,430

W-6(b)  
 GROUP 2

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Marion Utilities/Marion

**CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$ 1,724,931
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ 108,283
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	
Total Credits		\$ 108,283
Less debits charged during the year (All debits charged during the year must be explained below)		\$ 61,580
Total Contributions In Aid of Construction		\$ 1,771,634

If any prepaid CIAC has been collected, provide a supporting schedule showing how the amount is determined.

Explain all debits charged to Account 271 during the year below:

During the year Quadvilla plant was sold.













UTILITY NAME:

Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY :

Marion Utilities/Marion

**WATER OPERATING REVENUE**

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS (d)	AMOUNT (e)
460	Water Sales: Unmetered Water Revenue			\$
461.1	Metered Water Revenue: Sales to Residential Customers	4,724	4,634	1,076,598
461.2	Sales to Commercial Customers			
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities			
461.5	Sales Multiple Family Dwellings			
Total Metered Sales		4,724	4,634	\$ 1,076,598
462.1	Fire Protection Revenue: Public Fire Protection			
462.2	Private Fire Protection			
Total Fire Protection Revenue		0	0	\$ 0
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
Total Water Sales		4,724	4,634	\$ 1,076,598
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			15,270
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			28,126
Total Other Water Revenues				\$ 43,396
Total Water Operating Revenues				\$ 1,119,994

\* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY : Windgate Estates/Marion

**WATER OPERATING REVENUE** NOT AVAILABLE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS (d)	AMOUNT (e)
460	Water Sales: Unmetered Water Revenue			\$
461.1	Metered Water Revenue: Sales to Residential Customers			
461.2	Sales to Commercial Customers			
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities			
461.5	Sales Multiple Family Dwellings			
Total Metered Sales				\$
462.1	Fire Protection Revenue: Public Fire Protection			
462.2	Private Fire Protection			
Total Fire Protection Revenue				\$
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
Total Water Sales				\$
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
Total Other Water Revenues				\$
Total Water Operating Revenues				\$

\* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

UTILITY NAME:

Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY :

Marion Utilities/Marion

**WATER UTILITY EXPENSE ACCOUNTS**

ACCT. NO.  (a)	ACCOUNT NAME  (b)	CURRENT YEAR  (c)	.1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS  (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE  (e)
601	Salaries and Wages - Employees	\$ 194,839	\$ 29,550	\$ 16,839
603	Salaries and Wages - Officers, Directors and Majority Stockholders	249,081	12,498	6,249
604	Employee Pensions and Benefits	66,491		
610	Purchased Water			
615	Purchased Power	67,807	65,388	
616	Fuel for Power Purchased	3,343	2,776	
618	Chemicals	9,135		
620	Materials and Supplies			
631	Contractual Services-Engineering	7,682		
632	Contractual Services - Accounting	23,110		
633	Contractual Services - Legal	563		
634	Contractual Services - Mgt. Fees			
635	Contractual Services - Testing	13,742		
636	Contractual Services - Other	1,717		
641	Rental of Building/Real Property	31,886		
642	Rental of Equipment			
650	Transportation Expenses	15,402	2,715	1,357
656	Insurance - Vehicle	6,429		
657	Insurance - General Liability	4,939		
658	Insurance - Workman's Comp.	7,383		
659	Insurance - Other	41,571		
660	Advertising Expense			
666	Regulatory Commission Expenses - Amortization of Rate Case Expense			
667	Regulatory Commission Exp.-Other			
668	Water Resource Conservation Exp.			
670	Bad Debt Expense	3,675		
675	Miscellaneous Expenses	146,444	13,784	6,892
Total Water Utility Expenses		\$ 895,239	\$ 126,711	\$ 31,337

UTILITY NAME:

Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY :

Marion Utilities/Marion

WATER EXPENSE ACCOUNT MATRIX

.3 WATER TREATMENT EXPENSES - OPERATIONS (f)	.4 WATER TREATMENT EXPENSES - MAINTENANCE (g)	.5 TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	.6 TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)
\$ 36,361	\$	\$ 24,589	\$	\$ 81,601	\$ 5,899
		24,996		136,686	68,652
					66,491
					2,419
9,135					567
					7,682
					23,110
					563
13,742					1,717
					31,886
2,715		3,393		2,036	3,186
					6,429
					4,939
					7,383
					41,571
13,784		34,459		3,675	
				35,490	42,035
\$ 75,737	\$ 0	\$ 87,437	\$ 0	\$ 259,488	\$ 314,529

UTILITY NAME:

Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY:

Windgate Estates/Marion

NOT AVAILABLE

**WATER UTILITY EXPENSE ACCOUNTS**

ACCT. NO.  (a)	ACCOUNT NAME  (b)	CURRENT YEAR  (c)	.1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS  (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE  (e)
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	_____	_____	_____
616	Fuel for Power Purchased	_____	_____	_____
618	Chemicals	_____	_____	_____
620	Materials and Supplies	_____	_____	_____
631	Contractual Services-Engineering	_____	_____	_____
632	Contractual Services - Accounting	_____	_____	_____
633	Contractual Services - Legal	_____	_____	_____
634	Contractual Services - Mgt. Fees	_____	_____	_____
635	Contractual Services - Testing	_____	_____	_____
636	Contractual Services - Other	_____	_____	_____
641	Rental of Building/Real Property	_____	_____	_____
642	Rental of Equipment	_____	_____	_____
650	Transportation Expenses	_____	_____	_____
656	Insurance - Vehicle	_____	_____	_____
657	Insurance - General Liability	_____	_____	_____
658	Insurance - Workman's Comp.	_____	_____	_____
659	Insurance - Other	_____	_____	_____
660	Advertising Expense	_____	_____	_____
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	_____	_____	_____
667	Regulatory Commission Exp.-Other	_____	_____	_____
668	Water Resource Conservation Exp.	_____	_____	_____
670	Bad Debt Expense	_____	_____	_____
675	Miscellaneous Expenses	_____	_____	_____
Total Water Utility Expenses		\$ _____	\$ _____	\$ _____





UTILITY NAME:

Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY :

Marion Utilities/Marion

**PUMPING AND PURCHASED WATER STATISTICS**

MONTH (a)	WATER PURCHASED FOR RESALE ( Omit 000's ) (b)	FINISHED WATER PUMPED FROM WELLS ( Omit 000's ) (c)	WATER USED FOR LINE FLUSHING, FIGHTING FIRES, ETC. (d)	TOTAL WATER PUMPED AND PURCHASED ( Omit 000's ) [ (b)+(c)-(d) ] (e)	WATER SOLD TO CUSTOMERS ( Omit 000's ) (f)
January		35,022	3,010	32,012	32,012
February		34,169	712	33,457	33,457
March		47,830	11,850	35,980	35,980
April		54,725	4,493	50,232	50,232
May		73,089	7,136	65,953	65,953
June		43,970	2,628	41,342	41,342
July		32,930	1,060	31,870	31,870
August		35,997	6,145	29,852	29,852
September		34,509	1,717	32,792	32,792
October		42,384	8,189	34,195	34,195
November		43,784	9,833	33,951	33,951
December		32,813	482	32,331	32,331
Total for Year		511,222	57,255	453,967	453,967

If water is purchased for resale, indicate the following:

Vendor \_\_\_\_\_ N/A  
Point of delivery \_\_\_\_\_ N/A

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

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

List for each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
See attached schedule			
_____			
_____			
_____			

UTILITY NAME:

Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY :

Windgate Estates/Marion

**PUMPING AND PURCHASED WATER STATISTICS** NOT AVAILABLE

MONTH (a)	WATER PURCHASED FOR RESALE ( Omit 000's ) (b)	FINISHED WATER PUMPED FROM WELLS ( Omit 000's ) (c)	WATER USED FOR LINE FLUSHING, FIGHTING FIRES, ETC. (d)	TOTAL WATER PUMPED AND PURCHASED ( Omit 000's ) [ (b)+(c)-(d) ] (e)	WATER SOLD TO CUSTOMERS ( Omit 000's ) (f)
January					
February					
March					
April					
May					
June					
July					
August					
September					
October					
November					
December					
Total for Year					

If water is purchased for resale, indicate the following:

Vendor \_\_\_\_\_  
Point of delivery \_\_\_\_\_

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

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

List for each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

**SUPPORTING SCHEDULE FOR PAGE W-11**

Marion Utilities, Inc.

Year of Report - December 31, 2002

<b>Subdivision</b>	<b>Capacity of Well</b>	<b>Gallons Per Day From Source</b>	<b>Type of Source</b>
Pine Ridge	604,000	74,084	Ground
Cedar Hills	1,173,000	195,834	"
Fore Acres	1,425,000	119,667	"
Golden Holiday	470,000	18,417	"
Fort King	604,000	52,667	"
Hi-Cliff	604,000	73,084	"
Rainbow Lakes Est.	1,238,000	123,834	"
Stone Oaks	316,000	14,000	"
Ponderosa	72,000	3,167	"
Waldbusser	72,000	3,406	"
Buckskin	201,000	11,750	"
Quadvilla	351,000	38,429	"
Libra Oaks	175,000	8,750	"
Logans Run	259,000	5,667	"
Greenfields	1,238,000	171,917	"
Sheri Oaks	129,000	2,465	"
Oak Creek	129,000	21,500	"
McAteers	129,000	19,417	"
Woods & Meadows	979,000	138,084	"
Spruce Creek	2,736,000	307,750	"
Deer Creek	129,000	9,417	"
Windgate	518,000	43,334	"
Turning Point	518,000	7,417	"

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: All Systems/Marion

**WATER TREATMENT PLANT INFORMATION**

Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>See supporting schedule</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>See supporting schedule</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>See supporting schedule</u>
<b>LIME TREATMENT</b>	
Unit rating (i.e., GPM, pounds per gallon): _____	Manufacturer: _____
<b>FILTRATION</b>	
Type and size of area:	
Pressure (in square feet): _____	Manufacturer: _____
Gravity (in GPM/square feet): _____	Manufacturer: _____

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Windgate Estates/Marion

**WATER TREATMENT PLANT INFORMATION**

Provide a separate sheet for each water treatment facility

**Permitted Capacity of Plant (GPD):** See supporting schedule

**Location of measurement of capacity  
(i.e. Wellhead, Storage Tank):** See supporting schedule

**Type of treatment (reverse osmosis,  
sedimentation, chemical, aerated, etc.):** See supporting schedule

**LIME TREATMENT**

Unit rating (i.e., GPM, pounds  
per gallon): \_\_\_\_\_ **Manufacturer:** \_\_\_\_\_

**FILTRATION**

Type and size of area: \_\_\_\_\_

Pressure (in square feet): \_\_\_\_\_ **Manufacturer:** \_\_\_\_\_

Gravity (in GPM/square feet): \_\_\_\_\_ **Manufacturer:** \_\_\_\_\_

**SUPPORTING SCHEDULE FOR PAGE W-12**

Marion Utilities, Inc.

Year of Report - December 31, 2002

<b>Subdivision</b>	<b>Permitted Capacity of Plant GPD</b>	<b>Location of Measurement of Capacity</b>	<b>Type of Treatment</b>
Pine Ridge	220,000	Storage Tank	Hypo-Chlorination
Cedar Hills	264,000	"	"
Fore Acres	540,000	"	"
Golden Holiday	208,000	"	"
Fort King	360,000	"	"
Hi-Cliff	360,000	"	"
Rainbow Lakes Est.	547,000	"	"
Stone Oaks	158,000	"	"
Ponderosa	34,000	"	"
Waldbusser	34,000	"	"
Buckskin	64,000	"	"
Quadvilla	115,000	"	"
Libra Oaks	61,000	"	"
Logans Run	125,000	"	"
Greenfields	547,000	"	"
Sheri Oaks	54,000	"	"
Oak Creek	54,000	"	"
McAteers	61,000	"	"
Woods & Meadows	370,000	"	"
Spruce Creek	1,000,000	"	"
Deer Creek	24,000	"	"
2 Windgate	84,000	"	"
Turning Point	66,150	"	"

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Marion Utilities/Marion

**CALCULATION OF THE WATER SYSTEM METER EQUIVALENTS**

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0		
5/8"	Displacement	1.0	4,988	4,988
3/4"	Displacement	1.5	29	44
1"	Displacement	2.5		
1 1/2"	Displacement or Turbine	5.0		
2"	Displacement, Compound or Turbine	8.0		
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Water System Meter Equivalents				<u>5,032</u>

**CALCULATION OF THE WATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS**

Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use 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 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 )

ERC Calculation:

$$453,967,000 \div 5032 \div 365 = 247$$

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Windgate Estates/Marion

**CALCULATION OF THE WATER SYSTEM METER EQUIVALENTS**

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0		
5/8"	Displacement	1.0		
3/4"	Displacement	1.5		
1"	Displacement	2.5		
1 1/2"	Displacement or Turbine	5.0	NOT AVAILABLE	
2"	Displacement, Compound or Turbine	8.0		
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Water System Meter Equivalents				

**CALCULATION OF THE WATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS**

Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use 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 residence customers for the same period and divide the result by 365 days.

(b) If no historical flow data are available, use:

$$ERC = ( \text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day} )$$

ERC Calculation:



UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Pine Ridge/Marion

**OTHER 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. 205
2. Maximum number of ERCs \* which can be served. 542
3. Present system connection capacity (in ERCs \*) using existing lines. 241
4. Future connection capacity (in ERCs \*) upon service area buildout. 241
5. Estimated annual increase in ERCs \*. 3
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 Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3421018
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.  
SYSTEM NAME / COUNTY : Cedar Hills/Marion

**YEAR OF REPORT**  
December 31, 2002

**OTHER 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. 398
- 2. Maximum number of ERCs \* which can be served. 650
- 3. Present system connection capacity (in ERCs \*) using existing lines. 400
- 4. Future connection capacity (in ERCs \*) upon service area buildout. 400
- 5. Estimated annual increase in ERCs \*. 1
- 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 Filed
- 10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
- 11. Department of Environmental Protection ID # 3420162
- 12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY: Fore Acres/Marion

### OTHER 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. 442
2. Maximum number of ERCs \* which can be served. 1,330
3. Present system connection capacity (in ERCs \*) using existing lines. 440
4. Future connection capacity (in ERCs \*) upon service area buildout. 440
5. Estimated annual increase in ERCs \*. 0
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. \_\_\_\_\_  
None
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3420608
12. Water Management District Consumptive Use Permit # 3094
  - 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 the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY: Golden Holiday/Marion

### OTHER 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. 174
2. Maximum number of ERCs \* which can be served. 512
3. Present system connection capacity (in ERCs \*) using existing lines. 173
4. Future connection capacity (in ERCs \*) upon service area buildout. 173
5. Estimated annual increase in ERCs \*. 0
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3420456
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY : Fort King/Marion

**OTHER 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. 89
2. Maximum number of ERCs \* which can be served. 87
3. Present system connection capacity (in ERCs \*) using existing lines. 88
4. Future connection capacity (in ERCs \*) upon service area buildout. 88
5. Estimated annual increase in ERCs \*. 0
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3420419
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Hi-Cliff/Marion

**OTHER 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. 289
- 2. Maximum number of ERCs \* which can be served. 887
- 3. Present system connection capacity (in ERCs \*) using existing lines. 289
- 4. Future connection capacity (in ERCs \*) upon service area buildout. 289
- 5. Estimated annual increase in ERCs \*. 0
- 6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
- 7. Attach a description of the fire fighting facilities.
- 8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
- 9. When did the company last file a capacity analysis report with the DEP? None Filed
- 10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
- 11. Department of Environmental Protection ID # 3420533
- 12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY: Rainbow Lakes Estates/Marion

**OTHER 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. 508
- 2. Maximum number of ERCs \* which can be served. 1,347
- 3. Present system connection capacity (in ERCs \*) using existing lines. 726
- 4. Future connection capacity (in ERCs \*) upon service area buildout. 1,000
- 5. Estimated annual increase in ERCs \*. 15
- 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 Filed
- 10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
- 11. Department of Environmental Protection ID # 6424083
- 12. Water Management District Consumptive Use Permit # 202999.02
  - 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 the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Stone Oaks/Marion

**OTHER 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. 83
2. Maximum number of ERCs \* which can be served. 389
3. Present system connection capacity (in ERCs \*) using existing lines. 83
4. Future connection capacity (in ERCs \*) upon service area buildout. 83
5. Estimated annual increase in ERCs \*. 0
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3421283
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.



UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Ponderosa/Marion

**OTHER 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. 22
2. Maximum number of ERCs \* which can be served. 84
3. Present system connection capacity (in ERCs \*) using existing lines. 22
4. Future connection capacity (in ERCs \*) upon service area buildout. 22
5. Estimated annual increase in ERCs \*. 0
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None  
\_\_\_\_\_  
\_\_\_\_\_
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3424808
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY : Waldbusser/Marion

**OTHER 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. 22
2. Maximum number of ERCs \* which can be served. 84
3. Present system connection capacity (in ERCs \*) using existing lines. 22
4. Future connection capacity (in ERCs \*) upon service area buildout. 22
5. Estimated annual increase in ERCs \*. 0
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3424807 (non-community)
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY : Buckskin/Marion

### OTHER 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. 63
2. Maximum number of ERCs \* which can be served. 158
3. Present system connection capacity (in ERCs \*) using existing lines. 63
4. Future connection capacity (in ERCs \*) upon service area buildout. 63
5. Estimated annual increase in ERCs \*. 0
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3420124
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Libra Oaks/Marion

**OTHER 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. 70
- 2. Maximum number of ERCs \* which can be served. 150
- 3. Present system connection capacity (in ERCs \*) using existing lines. 128
- 4. Future connection capacity (in ERCs \*) upon service area buildout. 128
- 5. Estimated annual increase in ERCs \*. 0
- 6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
- 7. Attach a description of the fire fighting facilities.
- 8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
- 9. When did the company last file a capacity analysis report with the DEP? None Filed
- 10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
- 11. Department of Environmental Protection ID # 6424590
- 12. Water Management District Consumptive Use Permit # 6574.01
  - 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 the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: International Villas/Marion

**OTHER 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. 27
2. Maximum number of ERCs \* which can be served. 308
3. Present system connection capacity (in ERCs \*) using existing lines. 100
4. Future connection capacity (in ERCs \*) upon service area buildout. 100
5. Estimated annual increase in ERCs \*. 0
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 6424589
12. Water Management District Consumptive Use Permit # 6884.01
  - 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 the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Green Fields-Indian Pines/Marion

**OTHER 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. 456
2. Maximum number of ERCs \* which can be served. 1,347
3. Present system connection capacity (in ERCs \*) using existing lines. 457
4. Future connection capacity (in ERCs \*) upon service area buildout. 457
5. Estimated annual increase in ERCs \*. 5
6. Is the utility required to have fire flow capacity? Yes  
If so, how much capacity is required? 750 GPM
7. Attach a description of the fire fighting facilities. 8 hydrants
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 Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3425006
12. Water Management District Consumptive Use Permit # 3101
  - 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 the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Sheri Oaks/Marion

**OTHER 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. 14
2. Maximum number of ERCs \* which can be served. 133
3. Present system connection capacity (in ERCs \*) using existing lines. 23
4. Future connection capacity (in ERCs \*) upon service area buildout. 23
5. Estimated annual increase in ERCs \*. 1
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 Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3424637 (non-community)
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Oak Creek Caverns/Marion

**OTHER 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. 40
2. Maximum number of ERCs \* which can be served. 133
3. Present system connection capacity (in ERCs \*) using existing lines. 46
4. Future connection capacity (in ERCs \*) upon service area buildout. 46
5. Estimated annual increase in ERCs \*. 2
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 Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3424638
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.



UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: McAteer Acres/Marion

**OTHER 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. 67
2. Maximum number of ERCs \* which can be served. 150
3. Present system connection capacity (in ERCs \*) using existing lines. 70
4. Future connection capacity (in ERCs \*) upon service area buildout. 70
5. Estimated annual increase in ERCs \*. 1
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? Non Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3424643
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Woods & Meadows/Marion

**OTHER 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. 425
- 2. Maximum number of ERCs \* which can be served. 911
- 3. Present system connection capacity (in ERCs \*) using existing lines. 562
- 4. Future connection capacity (in ERCs \*) upon service area buildout. 700
- 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 Filed
- 10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
- 11. Department of Environmental Protection ID # 6424632
- 12. Water Management District Consumptive Use Permit # 207849.03
  - 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 the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY : Spruce Creek/Marion

**OTHER 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. 1,129
2. Maximum number of ERCs \* which can be served. 2,463
3. Present system connection capacity (in ERCs \*) using existing lines. 1,804
4. Future connection capacity (in ERCs \*) upon service area buildout. 3,632
5. Estimated annual increase in ERCs \*. 100
6. Is the utility required to have fire flow capacity? Yes  
If so, how much capacity is required? 1,350 GPM
7. Attach a description of the fire fighting facilities. 42 hydrants
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. Additional 623 lots permitted. Lines will be extended with developer and builders needs.
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 6424652
12. Water Management District Consumptive Use Permit # 208481.03
  - 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 the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Deer Creek/Marion

**OTHER 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. 47
2. Maximum number of ERCs \* which can be served. 59
3. Present system connection capacity (in ERCs \*) using existing lines. 50
4. Future connection capacity (in ERCs \*) upon service area buildout. 50
5. Estimated annual increase in ERCs \*. 0
6. Is the utility required to have fire flow capacity? No  
If so, how much capacity is required? \_\_\_\_\_
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. None
9. When did the company last file a capacity analysis report with the DEP? None Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 6424653
12. Water Management District Consumptive Use Permit # None
  - a. Is the system in compliance with the requirements of the CUP? N/A
  - b. If not, what are the utility's plans to gain compliance? \_\_\_\_\_

\* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY : Turning Pointe/Marion

**OTHER 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. 42
2. Maximum number of ERCs \* which can be served. 163
3. Present system connection capacity (in ERCs \*) using existing lines. 87
4. Future connection capacity (in ERCs \*) upon service area buildout. 87
5. Estimated annual increase in ERCs \*. 2
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 Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3424841
12. Water Management District Consumptive Use Permit # 20830296 AN
  - 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 the calculation on the bottom of Page W-13.

UTILITY NAME: Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002


SYSTEM NAME / COUNTY: Windgate Estates/Marion

### OTHER 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. 141
2. Maximum number of ERCs \* which can be served. 207
3. Present system connection capacity (in ERCs \*) using existing lines. 155
4. Future connection capacity (in ERCs \*) upon service area buildout. 155
5. Estimated annual increase in ERCs \*. 2
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 Filed
10. If the present system does not meet the requirements of DEP rules: N/A
  - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3421576
12. Water Management District Consumptive Use Permit # 4581
  - 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 the calculation on the bottom of Page W-13.



**WASTEWATER  
OPERATION  
SECTION**





UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

**SCHEDULE OF YEAR END WASTEWATER RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WASTEWATER UTILITY (d)
101	Utility Plant In Service	S-4(a)	\$ 181,933
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	S-6(b)	138,511
110	Accumulated Amortization		
271	Contributions In Aid of Construction	S-7	159,141
252	Advances for Construction	F-20	
Subtotal			\$ (115,719)
272	Add: Accumulated Amortization of Contributions in Aid of Construction	S-8(a)	\$ 134,322
Subtotal			\$ 18,603
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		
	Other (Specify):		
WASTEWATER RATE BASE			\$ 18,603
WASTEWATER OPERATING INCOME		S-3	\$ (6,527)
ACHIEVED RATE OF RETURN (Wastewater Operating Income / Wastewater Rate Base)			0

- NOTES : (1) Estimate based on the methodology used in the last rate proceeding.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.  
In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

**WASTEWATER OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WASTEWATER UTILITY (d)
	UTILITY OPERATING INCOME		
400	Operating Revenues	S-9(a)	\$ 28,669
530	Less: Guaranteed Revenue (and AFPI)	S-9(a)	
	Net Operating Revenues		\$ 28,669
401	Operating Expenses	S-10(a)	\$ 32,389
403	Depreciation Expense	S-6(a)	5,740
	Less: Amortization of CIAC	S-8(a)	(5,978)
	Net Depreciation Expense		\$ (238)
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC)	F-8	
408.10	Taxes Other Than Income		
	Utility Regulatory Assessment Fee		1,290
408.11	Property Taxes		930
408.12	Payroll Taxes		825
408.13	Other Taxes and Licenses		
408	Total Taxes Other Than Income		\$ 3,045
409.1	Income Taxes		
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
	Utility Operating Expenses		\$ 35,196
	Utility Operating Income		\$ (6,527)
	Add Back:		
530	Guaranteed Revenue (and AFPI)	S-9(a)	\$
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ (6,527)

UTILITY NAME:

Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

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	3,869			3,869
354	Structures and Improvements	9,606			9,606
355	Power Generation Equipment				
360	Collection Sewers - Force	88,575			88,575
361	Collection Sewers - Gravity				
362	Special Collecting Structures	2,097			2,097
363	Services to Customers	17,363			17,363
364	Flow Measuring Devices				
365	Flow Measuring Installations				
366	Reuse Services				
367	Reuse Meters and Meter Installations				
370	Receiving Wells	7,717			7,717
371	Pumping Equipment	4,003			4,003
374	Reuse Distribution Reservoirs				
375	Reuse Transmission and Distribution System				
380	Treatment and Disposal Equipment	45,745			45,745
381	Plant Sewers				
382	Outfall Sewer Lines	102			102
389	Other Plant Miscellaneous Equipment	1,656			1,656
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	1,200			1,200
	Total Wastewater Plant	\$ 181,933	\$ 0	\$ 0	\$ 181,933

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

WASTEWATER UTILITY PLANT MATRIX

ACCT. NO.	ACCOUNT NAME (b)	.1 INTANGIBLE PLANT (g)	.2 COLLECTION PLANT (h)	.3 SYSTEM PUMPING PLANT (i)	.4 TREATMENT AND DISPOSAL (j)	.5 RECLAIMED WASTEWATER TREATMENT PLANT (k)	.6 RECLAIMED WASTEWATER DISTRIBUTION PLANT (l)	.7 GENERAL PLANT (m)
351	Organization	\$						
352	Franchises							
353	Land and Land Rights		3,869		9,606			
354	Structures and Improvements							
355	Power Generation Equipment							
360	Collection Sewers - Force		88,575					
361	Collection Sewers - Gravity							
362	Special Collecting Structures		2,097					
363	Services to Customers		17,363					
364	Flow Measuring Devices							
365	Flow Measuring Installations							
366	Reuse Services							
367	Reuse Meters and Meter Installations							
370	Receiving Wells			7,717				
371	Pumping Equipment			4,003				
374	Reuse Distribution Reservoirs							
375	Reuse Transmission and Distribution System							
380	Treatment and Disposal Equipment				45,745			
381	Plant Sewers							
382	Outfall Sewer Lines							
389	Other Plant Miscellaneous Equipment				102			
390	Office Furniture and Equipment				1,656			
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							1,200
	Total Wastewater Plant	\$ 0	\$ 111,904	\$ 11,720	\$ 57,109	\$ 0	\$ 0	\$ 1,200

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

S-4(b)  
GROUP 1

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY : Cedar Hills Sewer/Marion

**BASIS FOR WASTEWATER DEPRECIATION CHARGES**

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - D) / C (e)
354	Structures and Improvements	33		3.03
355	Power Generation Equipment			
360	Collection Sewers - Force	30		3.33
361	Collection Sewers - Gravity			
362	Special Collecting Structures	37		2.70
363	Services to Customers	38		2.63
364	Flow Measuring Devices			
365	Flow Measuring Installations			
366	Reuse Services			
367	Reuse Meters and Meter Installations			
370	Receiving Wells	30		3.33
371	Pumping Equipment	20		5.00
375	Reuse Transmission and Distribution System			
380	Treatment and Disposal Equipment	18		5.56
381	Plant Sewers			
382	Outfall Sewer Lines	30		3.33
389	Other Plant Miscellaneous Equipment	18		5.56
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	33		3.03
Wastewater Plant Composite Depreciation Rate *				

\* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

YEAR OF REPORT  
December 31, 2002

ANALYSIS OF ENTRIES IN WASTEWATER ACCUMULATED DEPRECIATION

ACCT. NO.	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d + e) (f)
354	Structures and Improvements	\$ 1,394	\$ 291	\$	\$ 291
355	Power Generation Equipment				
360	Collection Sewers - Force	69,378	2,953		2,953
361	Collection Sewers - Gravity				
362	Special Collecting Structures	187	57		57
363	Services to Customers	12,564	457		457
364	Flow Measuring Devices				
365	Flow Measuring Installations				
366	Reuse Services				
367	Reuse Meters and Meter Installations				
370	Receiving Wells	6,044	257		257
371	Pumping Equipment	860	204		204
375	Reuse Transmission and Distribution System				
380	Treatment and Disposal Equipment	41,014	1,411		1,411
381	Plant Sewers				
382	Outfall Sewer Lines	13	3		3
389	Other Plant Miscellaneous Equipment	1,053	71		71
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	264	36		36
Total Depreciable Wastewater Plant in Service		\$ 132,771	\$ 5,740	\$ 0	\$ 5,740

\* Specify nature of transaction.  
Use ( ) to denote reversal entries.

YEAR OF REPORT  
December 31, 2002

UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

ANALYSIS OF ENTRIES IN WASTEWATER ACCUMULATED DEPRECIATION

ACCT. NO.	ACCOUNT NAME	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i)	BALANCE AT END OF YEAR (c+f-j) (k)
354	Structures and Improvements	\$	\$	\$	\$	\$ 1,685
355	Power Generation Equipment					
360	Collection Sewers - Force					72,331
361	Collection Sewers - Gravity					
362	Special Collecting Structures					244
363	Services to Customers					13,021
364	Flow Measuring Devices					
365	Flow Measuring Installations					
366	Reuse Services					
367	Reuse Meters and Meter Installations					
370	Receiving Wells					6,301
371	Pumping Equipment					1,064
375	Reuse Transmission and Distribution System					
380	Treatment and Disposal Equipment					42,425
381	Plant Sewers					
382	Outfall Sewer Lines					16
389	Other Plant Miscellaneous Equipment					1,124
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					300
Total Depreciable Wastewater Plant in Service						\$ 138,511

\* Specify nature of transaction.  
Use ( ) to denote reversal entries.









UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

**WASTEWATER OPERATING REVENUE**

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS * (d)	AMOUNTS (e)
<b>WASTEWATER SALES</b>				
521.1	Flat Rate Revenues: Residential Revenues			\$
521.2	Commercial Revenues			
521.3	Industrial Revenues			
521.4	Revenues From Public Authorities			
521.5	Multiple Family Dwelling Revenues			
521.6	Other Revenues			
521	Total Flat Rate Revenues	118	118	\$ 28,669
522.1	Measured Revenues: Residential Revenues			
522.2	Commercial Revenues			
522.3	Industrial Revenues			
522.4	Revenues From Public Authorities			
522.5	Multiple Family Dwelling Revenues			
522	Total Measured Revenues	0	0	\$ 0
523	Revenues From Public Authorities			
524	Revenues From Other Systems			
525	Interdepartmental Revenues			
Total Wastewater Sales		118	118	\$ 28,669
<b>OTHER WASTEWATER REVENUES</b>				
530	Guaranteed Revenues			\$
531	Sale of Sludge			
532	Forfeited Discounts			
534	Rents From Wastewater Property			
535	Interdepartmental Rents			
536	Other Wastewater Revenues (Including Allowance for Funds Prudently Invested or AFPI)			
Total Other Wastewater Revenues				\$ 0

\* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY : Cedar Hills Sewer/Marion

**WASTEWATER OPERATING REVENUE**

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS * (d)	AMOUNTS (e)
RECLAIMED WATER SALES				
540.1	Flat Rate Reuse Revenues: Residential Reuse Revenues			\$
540.2	Commercial Reuse Revenues			
540.3	Industrial Reuse Revenues			
540.4	Reuse Revenues From Public Authorities			
540.5	Other Revenues			
540	Total Flat Rate Reuse Revenues	0	0	\$ 0
541.1	Measured Reuse Revenues: Residential Reuse Revenues			
541.2	Commercial Reuse Revenues			
541.3	Industrial Reuse Revenues			
541.4	Reuse Revenues From Public Authorities			
541	Total Measured Reuse Revenues	0	0	\$ 0
544	Reuse Revenues From Other Systems			
Total Reclaimed Water Sales				\$ 0
Total Wastewater Operating Revenues				\$ 28,669

\* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.

YEAR OF REPORT  
December 31, 2002

TILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

WASTEWATER UTILITY EXPENSE ACCOUNT MATRIX

ACCT. NO.	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 COLLECTION EXPENSES- OPERATIONS (d)	.2 COLLECTION EXPENSES- MAINTENANCE (e)	.3 PUMPING EXPENSES - OPERATIONS (f)	.4 PUMPING EXPENSES - MAINTENANCE (g)	.5 TREATMENT & DISPOSAL EXPENSES - OPERATIONS (h)	.6 TREATMENT & DISPOSAL EXPENSES - MAINTENANCE (i)
701	Salaries and Wages - Employees	\$ 10,779						
703	Salaries and Wages - Officers, Directors and Majority Stockholders							
704	Employee Pensions and Benefits	1,617						
710	Purchased Sewage Treatment							
711	Sludge Removal Expense							
715	Purchased Power	4,278	201				4,077	
716	Fuel for Power Purchased							
718	Chemicals	4,015					4,015	
720	Materials and Supplies							
731	Contractual Services-Engineering	120						
732	Contractual Services - Accounting							
733	Contractual Services - Legal							
734	Contractual Services - Mgt. Fees							
735	Contractual Services - Testing	5,505						5,505
736	Contractual Services - Other							
741	Rental of Building/Real Property							
742	Rental of Equipment							
750	Transportation Expenses							
756	Insurance - Vehicle							
757	Insurance - General Liability							
758	Insurance - Workman's Comp.							
759	Insurance - Other							
760	Advertising Expense							
766	Regulatory Commission Expenses							
767	- Amortization of Rate Case Expense							
770	Regulatory Commission Exp.-Other							
770	Bad Debt Expense							
775	Miscellaneous Expenses	6,075			608			5,467
	Total Wastewater Utility Expenses	\$ 32,389	\$ 0	\$ 0	\$ 201	\$ 608	\$ 8,092	\$ 10,972

UTILITY NAME:

Marion Utilities, Inc.

YEAR OF REPORT  
December 31, 2002

SYSTEM NAME / COUNTY:

Cedar Hills Sewer/Marion

WASTEWATER UTILITY EXPENSE ACCOUNT MATRIX

ACCT. NO.	ACCOUNT NAME	.7 CUSTOMER ACCOUNTS EXPENSE (i)	.8 ADMIN. & GENERAL EXPENSES (k)	.9 RECLAIMED WATER TREATMENT EXPENSES- OPERATIONS (l)	.10 RECLAIMED WATER TREATMENT EXPENSES- MAINTENANCE (m)	.11 RECLAIMED WATER DISTRIBUTION EXPENSES- OPERATIONS (n)	.12 RECLAIMED WATER DISTRIBUTION EXPENSES- MAINTENANCE (o)
701	Salaries and Wages - Employees	\$	\$ 10,779	\$	\$	\$	\$
703	Salaries and Wages - Officers, Directors and Majority Stockholders						
704	Employee Pensions and Benefits						
710	Purchased Sewage Treatment		1,617				
711	Sludge Removal Expense						
715	Purchased Power						
716	Fuel for Power Purchased						
718	Chemicals						
720	Materials and Supplies						
731	Contractual Services-Engineering		120				
732	Contractual Services - Accounting						
733	Contractual Services - Legal						
734	Contractual Services - Mgt. Fees						
735	Contractual Services - Testing						
736	Contractual Services - Other						
741	Rental of Building/Real Property						
742	Rental of Equipment						
750	Transportation Expenses						
756	Insurance - Vehicle						
757	Insurance - General Liability						
758	Insurance - Workman's Comp.						
759	Insurance - Other						
760	Advertising Expense						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense						
767	Regulatory Commission Exp.-Other						
770	Bad Debt Expense						
775	Miscellaneous Expenses						
Total Wastewater Utility Expenses		\$ 0	\$ 12,516	\$ 0	\$ 0	\$ 0	\$ 0

S-10(b)

GROUP 1

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

**CALCULATION OF THE WASTEWATER SYSTEM METER EQUIVALENTS**

WATER METER SIZE (a)	TYPE OF WATER METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF WATER METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	118	118
5/8"	Displacement	1.0		
3/4"	Displacement	1.5		
1"	Displacement	2.5		
1 1/2"	Displacement or Turbine	5.0		
2"	Displacement, Compound or Turbine	8.0		
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Wastewater System Meter Equivalents				<u>118</u>

**CALCULATION OF THE WASTEWATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS**

Provide a calculation used to determine the value of one wastewater equivalent residential connection (ERC).

Use 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 residence customers for the same period and divide the result by 365 days.

(b) If no historical flow data are available, use:

$$ERC = ( \text{Total SFR gallons treated (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day} )$$

For wastewater only utilities:

Subtract all general use and other non residential customer gallons from the total gallons treated.

Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per day.

**NOTE:** Total gallons treated includes both treated and purchased treatment.

ERC Calculation:

$$8,030,000 \div 118 \div 365 = 186$$

UTILITY NAME: Marion Utilities, Inc.

**YEAR OF REPORT**  
December 31, 2002

SYSTEM NAME / COUNTY: Cedar Hills Sewer/Marion

**WASTEWATER TREATMENT PLANT INFORMATION**

Provide a separate sheet for each wastewater treatment facility

Permitted Capacity	0.027		
Basis of Permit Capacity (1)	AADF		
Manufacturer	MARLOF		
Type (2)	ADVANCED TREATMENT		
Hydraulic Capacity	UNKNOWN		
Average Daily Flow	21,916		
Total Gallons of Wastewater Treated	7,999,340		
Method of Effluent Disposal	PONDS		

(1) Basis of permitted capacity as stated on the Florida DEP WWTP Operating Permit  
(i.e. average annual daily flow, etc.)

(2) Contact stabilization, advanced treatment, etc.



UTILITY NAME: Marion Utilities, Inc.

SYSTEM NAME / COUNTY : Cedar Hills Sewer/Marion

**OTHER 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 118

2. Maximum number of ERCs\* which can be served 118

3. Present system connection capacity (in ERCs\*) using existing lines 118

4. Future connection capacity (in ERCs\*) upon service area buildout 0

5. Estimated annual increase in ERCs\* 0

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, attach 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? Never

11. If the present system does not meet the requirements of DEP rules:
- a. Attach a description of the plant upgrade necessary to meet the DEP rules.
  - b. Have these plans been approved by DEP? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? No

12. Department of Environmental Protection ID # FLA 010771

\* An ERC is determined based on the calculation on S-11.