

CLASS "A" OR "B"

WATER AND/OR WASTEWATER UTILITIES
(Gross Revenue of More Than \$200,000 Each)

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COMMISSION
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ANNUAL REPORT

OF

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WATER MANAGEMENT SERVICES, INC.

302

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



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ECONOMIC REGULATION

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PUBLIC SERVICE
COMMISSION

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2010

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners Uniform System of Accounts for Water and/or Wastewater Utilities (USOA).
2. Interpret all accounting words and phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent, enter the words "Not Applicable". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar unless otherwise specifically indicated.
7. Complete this report by means which result in a permanent record, such as by computer or typewriter.
8. If there is not enough room on any schedule, an additional page or pages may be added; provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statement should be made at the bottom of the page or an additional page inserted. Any additional pages should state the name of the utility, the year of the report, and reference the appropriate schedule.
10. For water and wastewater utilities with more than one rate group and/or system, water and wastewater pages should be completed for each rate group and/or system group. These pages should be grouped together and tabbed by rate group and/or system.
11. All other water and wastewater operations not regulated by the Commission and other regulated industries should be reported as "Other than Reporting Systems".
12. Financial information for multiple systems charging rates which are covered under the same tariff should be reported as one system. However, the engineering data must be reported by individual system.
13. For water and wastewater utilities with more than one system, one (1) copy of workpapers showing the consolidation of systems for the operating sections, should be filed with the annual report.
14. The report should be filled out in quadruplicate and the original and two copies returned by March 31, of the year following the date of the report. The report should be returned to:

**Florida Public Service Commission
Division of Water and Wastewater
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0873**

The fourth copy should be retained by the utility.

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EXECUTIVE SUMMARY

CERTIFICATION OF ANNUAL REPORT

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

YES	NO
X	

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

YES	NO
X	

2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission, except orders entered in Docket No. 100104-WU which is on appeal.

YES	NO
X	

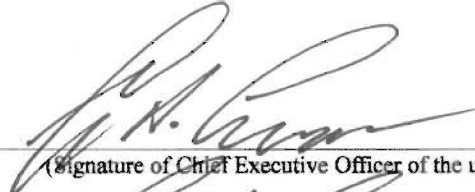
3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the the financial statement of the utility.

YES	NO
X	

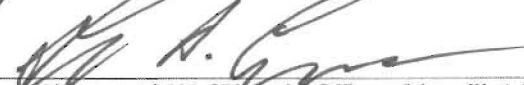
4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the the report as to the business affairs of the respondent are true, correct and complete for the period for which it represents.

Items Certified			
1.	2.	3.	4.
X	X	X	X

X	X	X	X
---	---	---	---



 (Signature of Chief Executive Officer of the utility) *



 (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, 2010

Water Management Services, Inc.
(Exact Name of Utility)

County: Franklin

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

250 John Knox Road, #4
Tallahassee, FL 32303

Telephone: (850)668-0440

E Mail Address: gdb5@comcast.net; sandymchase@comcast.net

WEB Site: www.wmsistgeorge.com

Sunshine State One-Call of Florida, Inc. Member Number WM1736

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

Gene D. Brown
250 John Knox Road, #4
Tallahassee, FL 32303

Telephone: (850)668-0440

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

250 John Knox Road, #4
Tallahassee, FL 32303

Telephone: (850)668-0440

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

Barbara S. Withers, CPA Contact information shown on E-3
Frank Seidman, Management & Regulatory Consultants, Inc. Contact information shown on E-3
Les Thomas, P.E. Contact information shown on E-3

Date of original organization of the utility: 03/03/1978

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.	St. George Island Utility Co., Ltd.	85%
2.	Brown Management Group, Inc.	10%
3.	T. E. Bronson	5%
4.		
5.		
6.		
7.		
8.		
9.		
10.		

**DIRECTORY OF PERSONNEL WHO CONTACT
THE FLORIDA PUBLIC SERVICE COMMISSION**

NAME OF COMPANY REPRESENTATIVE (1)	TITLE OR POSITION (2)	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
Gene D. Brown	President	General Manager	General Business Legal
Sandra M. Chase	VP & Secretary	Assistant General Manager	General Business
Brenda Molsbee		Operations Manager	General Business
Hank Garrett		Asst. Op. Manager	General Business
Maggie McCall Moody	Attorney		Regulatory Matters
2940 Kerry Forest Parkway Suite 103 Tallahassee, FL 32309 (850)656-7753, (850) 675-3869 (Fax)			
Barbara S. Withers	CPA		Accounting and Tax
411 Live Oak Plantation Rd. Tallahassee, FL 32312 (850)893-4080			
Frank Seidman	Consultant		Regulatory Matters
Management & Regulatory Consultants, Inc. 18444 Lost Lake Way Jupiter, FL 33458 (561) 743-9510			
Les Thomas, P.E.	Engineer		Engineering
3640 Pointview Circle Gainesville, GA 30506 (678) 677-6420			

(1) Also list appropriate legal counsel, accountants and others who may not be on general payroll.
 (2) Provide individual telephone numbers if the person is not normally reached at the company.
 (3) Name of company employed by if not on general payroll.

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.

St. George Island Utility Company, Ltd. was certificated on March 31, 1978 to provide water service to St. George Island, which is a barrier island located in the Gulf of Mexico in Franklin County, Florida. The Company has 4 wells on the mainland, and water is piped to the island through a 12" supply main attached to the bridge to the island. The Company has a treatment system, a ground storage tank and an elevated storage tank on the island. Although the Company is not required to provide fire protection, the Company does provide limited fire protection through 138 hydrants on the island.

The island population fluctuates widely because it is a vacation/resort area. Accordingly, there are peak demands during summer and other holiday periods, with lower demand the remainder of the year. The utility has sufficient capacity to meet all current demands. Construction of the system commenced in 1974, and many components of the system are near the end of their useful lives. Accordingly, the Company has designed and is planning to construct substantial improvements to the plant to prevent a deterioration of its reliability. These include a new 600,000 gallon ground storage tank, new pumping and control facilities, new electrical facilities, new chlorination facilities, a partial new supply main and a new fifth well.

These improvements are being made so that the utility can meet its primary goal and objective, which is to provide safe and reliable water service to its customers on St. George Island.

The utility has an administration and accounting office in Tallahassee, Florida, as well as an operations office on St. George Island. The Tallahassee office has four full-time employees who handle all administrative, legal and accounting functions. The St. George Island office also has four full time employees, including two operators and two field technicians, who are responsible for the day to day operations of the utility.

The utility has been losing substantial sums of money during the past several years due to a general downturn in the economy and a proliferation of shallow wells on St. George Island. To overcome this problem, the utility filed an application with the Florida Public Service Commission in May, 2010, to increase its rates and revenue. However, the Commission denied virtually the utility's entire request for relief in an order dated January 3, 2011. The utility has appealed that order and is planning to file a new petition during 2011 to obtain adequate revenues to continue operations and to finance the capital improvements referenced above.

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
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PARENT / AFFILIATE ORGANIZATION CHART

Current as of _____

December 31, 2010

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).

<p>St. George Island Utility Company, Ltd. Stockholder</p> <p>Gene D. Brown, P.A. Legal Counsel</p> <p>Brown Management Group, Inc. Affiliate</p>

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)
Gene D. Brown	President	95%	\$ 115,192
Sandra Chase	Vice President	100%	69,745

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)
Gene D. Brown	President	1	\$ 0

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT
December 31, 2010

BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

List all contracts, agreements, or other business arrangements* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on page E-6. In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.

NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
Brown Management Group, Inc.	Office Rental	\$ 18,000	BMG, Inc. 250 John Knox Road, #4 Tallahassee, FL 32303

* Business Agreement, for this schedule, shall mean any oral or written business deal which binds the concerned parties for products or services during the reporting year or future years. Although the Respondent and/or other companies will benefit from the arrangement, the officer or director is, however, acting on his behalf or for the benefit of other companies or persons.

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)
Gene D. Brown	Officer/Director	Legal Services	Gene D. Brown, P.A.
Gene D. Brown	Officer/Director of General Partner	President of Corporate General Partners of General Partner	St. George Isl. Utility Co, Ltd
Gene D. Brown	Officer/Director of General Partner	President of Corporate General Partners	Leisure Properties, Ltd.
Gene D. Brown	Officer/Director	President	St. George's Plantation, Inc.
Gene D. Brown	Officer/Director	President	Leisure Development Services, Inc.
Gene D. Brown	Officer/Director	President	Brown Management Group, Inc.
			All above located at 250 John Knox Road, #4 Tallahassee, FL 32303

**BUSINESSES WHICH ARE A BY-PRODUCT, COPRODUCT OR JOINT-PRODUCT
RESULT OF PROVIDING WATER OR WASTEWATER SERVICE**

Complete the following for any business which is conducted as a byproduct, coproduct, or joint product as a result of providing water and / or wastewater service. This would include any business which requires the use of utility land and facilities. Examples of these types of businesses would be orange groves, nurseries, tree farms, fertilizer manufacturing, etc. This would not include any business for which the assets are properly included in Account 121 - Nonutility Property along with the associated revenue and expenses segregated out as nonutility also.

BUSINESS OR SERVICE CONDUCTED (a)	ASSETS		REVENUES		EXPENSES	
	BOOK COST OF ASSETS (b)	ACCOUNT NUMBER (c)	REVENUES GENERATED (d)	ACCOUNT NUMBER (e)	EXPENSES INCURRED (f)	ACCOUNT NUMBER (g)
NOT APPLICABLE	\$ _____		\$ _____		\$ _____	

UTILITY NAME: Water Management Services, Inc.

<p>YEAR OF REPORT December 31, 2010</p>
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BUSINESS TRANSACTIONS WITH RELATED PARTIES

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any on year, entered into between the Respondent and a business or financial organization, firm, or partnership named on pages E-2 and E-6, identifying the parties, amounts, dates and product, and asset, or service involved.

Part I. Specific Instructions: Services and Products Received or Provided

1. Enter in this part all transactions involving services and products received or provided.
2. Below are some types of transactions to include:

-management, legal and accounting services	-material and supplies furnished
-computer services	-leasing of structures, land, and equipment
-engineering & construction services	-rental transactions
-repairing and servicing of equipment	-sale, purchase or transfer of various products

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION SERVICE AND/OR NAME OF PRODUCT (b)	CONTRACT OR AGREEMENT EFFECTIVE DATES (c)	ANNUAL CHARGES	
			(P)urchased (S)old (d)	AMOUNT (e)
				\$
Brown Management Group, Inc.	Office Rental	Jan, 2009		\$ 18,000

BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)

Part II. Specific Instructions: Sale, Purchase and Transfer of Assets

1. Enter in this part all transactions relating to the purchase, sale, or transfer of assets.

2. Below are examples of some types of transactions to include:
- purchase, sale or transfer of equipment
 - purchase, sale or transfer of land and structures
 - purchase, sale or transfer of securities
 - noncash transfers of assets
 - noncash dividends other than stock dividends
 - write-off of bad debts or loans

3. The columnar instructions follow:

- (a) Enter name of related party or company.
- (b) Describe briefly the type of assets purchased, sold or transferred.
- (c) Enter the total received or paid. Indicate purchase with "P" and sale with "S".
- (d) Enter the net book value for each item reported.
- (e) Enter the net profit or loss for each item reported. (column (c) - column (d))
- (f) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value.

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION OF ITEMS (b)	SALE OR PURCHASE PRICE (c)	NET BOOK VALUE (d)	GAIN OR LOSS (e)	FAIR MARKET VALUE (f)
Brown Management Group, Inc.	2008 Chevy Tahoe	37,257 S	37,257	0	37,257
Brown Management Group, Inc.	2008 GMC Sierra K-250	21,713 S	21,713	0	21,713
Brown Management Group, Inc.	Commonwealth Lots	325,000 P	480,000	(155,000)	325,000

**FINANCIAL
SECTION**

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
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**COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
UTILITY PLANT				
101-106	Utility Plant	F-7	\$ 8,993,851	\$ 8,964,372
108-110	Less: Accumulated Depreciation and Amortization	F-8	3,362,005	3,413,348
Net Plant			\$ 5,631,846	\$ 5,551,025
114-115	Utility Plant Acquisition adjustment (Net)	F-7		
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 5,631,846	\$ 5,551,025
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property	F-9	\$ 858,173	\$ 1,136,818
122	Less: Accumulated Depreciation and Amortization		(47,155)	0
Net Nonutility Property			\$ 811,018	\$ 1,136,818
123	Investment In Associated Companies	F-10	1,213,905	1,175,075
124	Utility Investments	F-10		
125	Other Investments	F-10		
126-127	Special Funds	F-10		
Total Other Property & Investments			\$ 2,024,923	\$ 2,311,893
CURRENT AND ACCRUED ASSETS				
131	Cash		\$ (16,378)	\$ (17,751)
132	Special Deposits	F-9	35	18,204
133	Other Special Deposits	F-9		
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-11	89,908	124,413
145	Accounts Receivable from Associated Companies	F-12		
146	Notes Receivable from Associated Companies	F-12	100,000	
151-153	Material and Supplies			
161	Stores Expense			
162	Prepayments		32,575	32,543
171	Accrued Interest and Dividends Receivable		0	0
172 *	Rents Receivable			
173 *	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets	F-12		
Total Current and Accrued Assets			\$ 206,139	\$ 157,409

* Not Applicable for Class B Utilities

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
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**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	\$ 102,597	\$ 90,494
182	Extraordinary Property Losses	F-13		
183	Preliminary Survey & Investigation Charges			
184	Clearing Accounts			
185 *	Temporary Facilities			
186	Misc. Deferred Debits	F-14	118,985	283,467
187 *	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes			
Total Deferred Debits			\$ 221,582	\$ 373,961
TOTAL ASSETS AND OTHER DEBITS			\$ 8,084,490	\$ 8,394,288

* Not Applicable for Class B Utilities

<p><u>NOTES TO THE BALANCE SHEET</u></p> <p>The space below is provided for important notes regarding the balance sheet.</p>

**COMPARATIVE BALANCE SHEET
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
EQUITY CAPITAL				
201	Common Stock Issued	F-15	\$ 10,000	\$ 10,000
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		(488,548)	(488,548)
212	Discount On Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-16	(1,576,898)	(1,858,400)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			\$ (2,055,446)	\$ (2,336,948)
LONG TERM DEBT				
221	Bonds	F-15		
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17		
224	Other Long Term Debt	F-17	7,573,280	5,236,908
Total Long Term Debt			\$ 7,573,280	\$ 5,236,908
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		201,615	471,631
232	Notes Payable	F-18	157,596	2,859,129
233	Accounts Payable to Associated Companies	F-18		0
234	Notes Payable to Associated Companies	F-18		
235	Customer Deposits		103,669	136,174
236	Accrued Taxes		104,324	61,269
237	Accrued Interest	F-19	23,386	34,874
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20	9,521	
Total Current & Accrued Liabilities			\$ 600,110	\$ 3,563,075

* Not Applicable for Class B Utilities

**COMPARATIVE BALANCE SHEET
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
DEFERRED CREDITS				
251	Unamortized Premium On Debt		\$ _____	\$ _____
252	Advances For Construction	F-20	20,737	11,030
253	Other Deferred Credits	F-21	_____	_____
255	Accumulated Deferred Investment Tax Credits		_____	_____
Total Deferred Credits			\$ <u>20,737</u>	\$ <u>11,030</u>
OPERATING RESERVES				
261	Property Insurance Reserve		\$ _____	\$ _____
262	Injuries & Damages Reserve		_____	_____
263	Pensions and Benefits Reserve		80,000	0
265	Miscellaneous Operating Reserves		_____	_____
Total Operating Reserves			\$ <u>80,000</u>	\$ _____
CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions in Aid of Construction	F-22	\$ 3,239,513	\$ 3,388,622
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	(1,373,707)	(1,468,402)
Total Net C.I.A.C.			\$ <u>1,865,806</u>	\$ <u>1,920,220</u>
ACCUMULATED DEFERRED INCOME TAXES				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$ _____	\$ _____
282	Accumulated Deferred Income Taxes - Liberalized Depreciation		_____	_____
283	Accumulated Deferred Income Taxes - Other		_____	_____
Total Accumulated Deferred Income Tax			\$ _____	\$ _____
TOTAL EQUITY CAPITAL AND LIABILITIES			\$ <u>8,084,490</u>	\$ <u>8,394,288</u>

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
--

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR * (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	F-3(b)	\$ 1,319,558	\$ 1,291,958
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)	(246)	(246)
Net Operating Revenues			\$ 1,319,313	\$ 1,291,712
401	Operating Expenses	F-3(b)	\$ 1,057,196	\$ 1,115,100
403	Depreciation Expense:	F-3(b)	\$ 267,723	\$ 294,090
	Less: Amortization of CIAC	F-22	92,178	94,695
Net Depreciation Expense			\$ 175,545	\$ 199,395
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)		
407	Amortization Expense (Other than CIAC)	F-3(b)	14,616	14,616
408	Taxes Other Than Income	W/S-3	100,197	107,672
409	Current Income Taxes	W/S-3		
410.10	Deferred Federal Income Taxes	W/S-3		
410.11	Deferred State Income Taxes	W/S-3		
411.10	Provision for Deferred Income Taxes - Credit	W/S-3		
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3		
412.11	Investment Tax Credits Restored to Operating Income	W/S-3		
Utility Operating Expenses			\$ 1,347,555	\$ 1,436,783
Net Utility Operating Income			\$ (28,242)	\$ (145,071)
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	246	246
413	Income From Utility Plant Leased to Others			
414	Gains (losses) From Disposition of Utility Property		4,500	1,500
420	Allowance for Funds Used During Construction			
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ (23,496)	\$ (143,325)

* For each account, Column e should agree with Columns 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)
1,291,958 (246)		
\$ 1,291,712		
\$ 1,115,100		
294,090 94,695		
\$ 199,395		
14,616 107,672		
\$ 1,436,783		
\$ (145,071)		
246 1,500		
\$ (143,325)		

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

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)]			\$ (23,496)	\$ (143,325)
OTHER INCOME AND DEDUCTIONS				
415	Revenues-Merchandising, Jobbing, and Contract Deductions		\$ 0	\$ 0
416	Costs & Expenses of Merchandising Jobbing, and Contract Work		0	0
419	Interest and Dividend Income		9,412	3,387
421	Nonutility Income		0	0
426	Miscellaneous Nonutility Expenses		(11,637)	(10,819)
Total Other Income and Deductions			\$ (2,225)	\$ (7,431)
TAXES APPLICABLE TO OTHER INCOME				
408.20	Taxes Other Than Income		\$	\$
409.20	Income Taxes			
410.20	Provision for Deferred Income Taxes			
411.20	Provision for Deferred Income Taxes - Credit			
412.20	Investment Tax Credits - Net			
412.30	Investment Tax Credits Restored to Operating Income			
Total Taxes Applicable To Other Income			\$	\$
INTEREST EXPENSE				
427	Interest Expense	F-19	\$ 286,863	\$ 294,845
428	Amortization of Debt Discount & Expense	F-13	19,107	58,436
429	Amortization of Premium on Debt	F-13		
Total Interest Expense			\$ 305,970	\$ 353,281
EXTRAORDINARY ITEMS				
433	Extraordinary Income		\$	\$
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
Total Extraordinary Items			\$	\$
NET INCOME			\$ (331,692)	\$ (504,038)

Explain Extraordinary Income:

UTILITY NAME: Water Management Services, 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	Utility Plant In Service (includes .CWIP)	F-7	\$ 8,964,372	\$
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-8	3,413,348	
110	Accumulated Amortization	F-8		
271	Contributions In Aid of Construction	F-22	3,388,622	
252	Advances for Construction	F-20	11,030	
Subtotal			\$ 2,151,372	\$
	Add:			
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	1,468,402	
Subtotal			\$ 3,619,774	\$
	Plus or Minus:			
114	Acquisition Adjustments (2)	F-7		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7		
	Working Capital Allowance (3)		139,388	
	Other (Specify):			
RATE BASE			\$ 3,759,162	\$
NET UTILITY OPERATING INCOME			\$ (145,071)	\$
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			-3.86%	

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.

**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	\$ 0	0.00%	11.34%	
Preferred Stock				
Long & Short Term Debt	3,654,636	97.22%	3.53%	3.43%
Customer Deposits	104,526	2.78%	6.00%	0.17%
Tax Credits - Zero Cost				
Tax Credits - Weighted Cost				
Deferred Income Taxes				
Other (Explain)				
Total	\$ <u>3,759,162</u>	<u>100.00%</u>		<u>3.60%</u>

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

NOTE: Debt cost calculated based on effective interest costs applied to 13 mos average balances

(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>11.34%</u>
Commission order approving Return on Equity:	<u>PSC-94-1383-FOF-WU</u>

APPROVED AFUDC RATE

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

Current Commission Approved AFUDC rate:	<u> </u> %
Commission order approving AFUDC rate:	<u> </u>

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.

UTILITY NAME:

Water Management Services, Inc.

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**SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS
CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING**

CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	NON-UTILITY ADJUSTMENTS (c)	NON-JURISDICTIONAL ADJUSTMENTS (d)	OTHER (1) ADJUSTMENTS SPECIFIC (e)	OTHER (1) ADJUSTMENTS PRO RATA (f)	CAPITAL STRUCTURE (g)
Common Equity	\$ 2,336,948	\$	\$	\$ (2,336,948)	\$	\$
Preferred Stock						
Long & Short Term Debt	7,831,828				(4,177,192)	3,654,636
Customer Deposits	104,526					104,526
Tax Credits - Zero Cost						
Tax Credits - Weighted Cost						
Deferred Inc. Taxes						
Other (Explain)						
Total	\$ 10,273,302	\$ 0	\$ 0	\$ (2,336,948)	\$ (4,177,192)	\$ 3,759,162

(1) Explain below all adjustments made in Columns (e) and (f):

Column (b) - 13 month average balances of debt and customer deposits.
 Column (e) - Equity is negative, set to zero.
 Column (f) - Hold customer deposits constant and reconcile to rate base as shown on Schedule F-4

UTILITY NAME: Water Management Services, Inc.

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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	\$ 8,903,072	\$ _____	\$ _____	\$ 8,903,072
102	Utility Plant Leased to Other	_____	_____	_____	_____
103	Property Held for Future Use	_____	_____	_____	_____
104	Utility Plant Purchased or Sold	_____	_____	_____	_____
105	Construction Work in Progress	61,300	_____	_____	61,300
106	Completed Construction Not Classified	_____	_____	_____	_____
	Total Utility Plant	\$ 8,964,372	\$ _____	\$ _____	\$ 8,964,372

**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	\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	_____
		_____	_____	_____	_____
	Total Plant Acquisition Adjustments	\$ _____	\$ _____	\$ _____	\$ _____
115	Accumulated Amortization	\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	_____
		_____	_____	_____	_____
	Total Accumulated Amortization	\$ _____	\$ _____	\$ _____	\$ _____
	Net Acquisition Adjustments	\$ _____	\$ _____	\$ _____	\$ N/A

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

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACCUMULATED DEPRECIATION Account 108				
Balance first of year	\$ 3,362,005	\$	\$	\$ 3,362,005
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$ 294,090	\$	\$	\$ 294,090
Account 108.2 (2)				
Account 108.3 (2)				
Other Accounts (specify):				
Salvage				
Other Credits (Specify): Corrections Adj. accrued depr. See Sch W-6(b)	(215,936)			(215,936)
Total Credits	\$ 78,154	\$	\$	\$ 78,154
Debits during year:				
Book cost of plant retired	(26,811)			(26,811)
Cost of Removal (disposal by sale, net)	0			
Other Debits (specify):				
Total Debits	\$ (26,811)	\$	\$	\$ (26,811)
Balance end of year	\$ 3,413,348	\$	\$	\$ 3,413,348
ACCUMULATED AMORTIZATION Account 110				
Balance first of year	\$	\$	\$	\$
Credit during year:				
Accruals charged to:				
Account 110.2 (2)				
Other Accounts (specify):				
Total credits	\$	\$	\$	\$
Debits during year:				
Book cost of plant retired				
Other debits (specify):				
Total Debits	\$	\$	\$	\$
Balance end of year	\$	\$	\$	\$

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

UTILITY NAME: Water Management Services, 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)
Docket No. 000694-WU	\$ _____	666.80	\$ 63,421
_____	_____	_____	_____
_____	_____	_____	_____
Total	\$ _____	_____	\$ 63,421

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)
Disallowed Investment in Plant	\$ 858,173	\$ _____	\$ (47,155)	\$ 811,018
Non-Utility Land	0	325,800	_____	325,800
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Nonutility Property	\$ 858,173	\$ 325,800	\$ (47,155)	\$ 1,136,818

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): Cash in Reserve - CSB (Special)	\$ 18,204
_____	_____
_____	_____
Total Special Deposits	\$ 18,204
OTHER SPECIAL DEPOSITS (Account 133):	\$ _____
_____	_____
_____	_____
Total Other Special Deposits	\$ _____

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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): _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ 1,175,075 _____ _____ _____
Total Investment in Associated Companies		\$ <u>1,175,075</u>
UTILITY INVESTMENTS (Account 124): N/A _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Utility Investment		\$ _____
OTHER INVESTMENTS (Account 125): N/A _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Other Investment		\$ _____
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): N/A _____ _____ _____ _____	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Special Funds		\$ _____

UTILITY NAME: Water Management Services, Inc.

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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	\$ 135,172	
Wastewater		
Other		
Total Customer Accounts Receivable		\$ 135,172
OTHER ACCOUNTS RECEIVABLE (Account 142):		
	\$ 17,481	
Total Other Accounts Receivable		\$ 17,481
NOTES RECEIVABLE (Account 144):		
Notes Receivable	\$	
Total Notes Receivable		\$
Total Accounts and Notes Receivable		\$ 152,653
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Account 143)		
Balance first of year	\$ 26,000	
Add: Provision for uncollectibles for current year	\$ 2,240	
Collection of accounts previously written off		
Utility Accounts		
Others		
Total Additions	\$ 2,240	
Deduct accounts written off during year:		
Utility Accounts		
Others		
Total accounts written off	\$ 0	
Balance end of year		\$ 28,240
TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET		\$ 124,413

**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):		
DEP SRF Loans	\$ 1,078	\$ 11,859
SRF Associated Fees	5,904	64,941
DEP - Dept. of State	5	53
Envision - Chevy Tahoe	6	18
J. Talley - DEP Loan	60	660
GSB/Centennial	11,740	5,871
FCCU - 2008 GMC	20	64
CCB - 2008 GMC Sierra	78	0
FMB - Backhoe	111	129
FMB - Lot Loan	0	18
Sigma - DEP Refinance	175	6,881
Total Unamortized Debt Discount and Expense	\$ 19,177	\$ 90,494
UNAMORTIZED PREMIUM ON DEBT (Account 251):		
N/A	\$	\$
Total Unamortized Premium on Debt	\$	\$

**EXTRAORDINARY PROPERTY LOSSES
ACCOUNT 182**

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
N/A	\$
Total Extraordinary Property Losses	\$

UTILITY NAME: Water Management Services, 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)		
186.05 Deferred Limited Proceeding	\$ 0	\$ 7,200
186.07 Deferred 2009 Rate Case	0	187,086
Total Deferred Rate Case Expense	\$ _____	\$ 194,286
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):		
186.20 Deferred Loss on Bridge Supply Main	\$ 14,616	\$ 38,830
Total Other Deferred Debits	\$ 14,616	\$ 38,830
REGULATORY ASSETS (Class A Utilities: Account. 186.3):		
186.30 Deferred Wastewater Certificate Application	\$ 0	\$ 50,351
Total Regulatory Assets	\$ _____	\$ 50,351
TOTAL MISCELLANEOUS DEFERRED DEBITS	\$ 14,616	\$ 283,467

UTILITY NAME: Water Management Services, Inc.

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**CAPITAL STOCK
ACCOUNTS 201 AND 204***

DESCRIPTION (a)	RATE (b)	TOTAL (c)
COMMON STOCK		
Par or stated value per share	%\$	\$0.10
Shares authorized		100,000
Shares issued and outstanding		100,000
Total par value of stock issued	%\$	0
Dividends declared per share for year	%\$	0
PREFERRED STOCK		
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)	
N/A	%		\$
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			\$

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

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	\$ (1,576,898)
439	Changes to Account: Adjustments to Retained Earnings (requires Commission approval prior to use): Credits: Reclass Sigma Loan to Loan Fee - DEP Loan	\$ 2,500
	To Remove 2009 Pension Program	80,000
	To Correct PSC 1992 Audit Adjustment	140,733
	To Reclass PBS&J System Evaluation to CWIP	27,500
	To Correct Dep. Expense re 1992 PSC Audit Adjustment	67,063
	Total Credits:	\$ 317,796
	Debits: Net Adjustment for Tower Lease Rights	\$ (91,860)
	PSC Adjustment for Gain on Sale of Commonwealth Lots	(3,400)
	Total Debits:	\$ (95,260)
435	Balance Transferred from Income	\$ (504,038)
436	Appropriations of Retained Earnings:	
	_____	_____
	_____	_____
	Total Appropriations of Retained Earnings	\$ _____
437	Dividends Declared: Preferred Stock Dividends Declared	_____
438	Common Stock Dividends Declared	_____
	_____	_____
	Total Dividends Declared	\$ _____
215	Year end Balance	\$ _____
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end):	
	_____	_____
	_____	_____
214	Total Appropriated Retained Earnings	\$ _____
Total Retained Earnings		\$ (1,858,400)
Notes to Statement of Retained Earnings:		

UTILITY NAME: Water Management Services, Inc.

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**ADVANCES FROM ASSOCIATED COMPANIES
ACCOUNT 223**

Report each advance separately.

DESCRIPTION (a)	TOTAL (b)
N/A	\$ 0
Total	\$ 0

**OTHER LONG-TERM DEBT
ACCOUNT 224**

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)	
			\$
224.17 Envision - Chevy	5.75%	Fixed	9,438
224.18 CCB (GMC)	6.61%	Fixed	0
224.20 GSB/Centennial	4.25%	Prime + 1	0
224.25 FMB (Lot)	7.50%	Fixed	315,595
224.32 DEP	2.99%	Fixed	4,882,755
224.33 FCUU	6.00%	Fixed	10,063
224.37 FMB - Backhoe	6.85%	Fixed	19,057
Total			\$ 5,236,908

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

**NOTES PAYABLE
ACCOUNTS 232 AND 234**

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)	
NOTES PAYABLE (Account 232):			
232.17 Envision - Chevy	5.75%	Fixed	3,927
232.18 CCB (GMC)	6.61%	Fixed	0
232.20 GSB/Centennial	4.25%	Prime + 1	2,771,653
232.25 FMB (Lot)	7.50%	Fixed	0
232.32 DEP	2.99%	Fixed	79,345
232.33 FCUU	6.00%	Fixed	4,204
232.37 FMB - Backhoe	6.85%	Fixed	0
Total Account 232			\$ 2,859,129
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234):			
N/A	%		\$
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total Account 234			\$ 0

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

**ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES
ACCOUNT 233**

Report each account payable separately.

DESCRIPTION (a)	TOTAL (b)
N/A	\$
Total	\$ 0

**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					
CCB 237.18	\$ 95	427.3	\$ 287	\$ 381	\$ 0
GMAC 237.21	0	427.3	2,520	2,520	
FMB 237.25	0	427.3	5,092	4,242	850
FCCU 237.33	90	427.3	965	982	73
Envision 237.34	36	427.3	876	884	28
FMB 237.41	164	427.3	1,799	1,869	94
DEP 237.6	18,005	427	145,385	145,116	18,274
GSB/Centennial 237.65	4,997	427.3	120,450	110,752	14,695
Total Account 237.1	\$ 23,386		\$ 277,375	266,746	\$ 34,015
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities					
Customer Deposits	\$ 0	427.4	\$ 5,846	\$ 5,846	\$ 0
Vendors	0	427.5	11,624	11,624	0
Note: Items marked with an * were expensed but not accrued. They are included only to show the total interest expensed in Acct. 427.					
Total Account 237.2	\$ 0		\$ 17,470	17,470	\$ 0
Total Account 237 (1)	\$ 23,386		\$ 294,845	284,216	\$ 34,015
INTEREST EXPENSED:					
Total accrual Account 237.1		237.1	\$ 277,375		
* The actual ending balance of accounts 237 is \$107,692. The difference from \$106,833 is \$859.22 which is the amount recorded in Account 237.25 in October as the cost of lot purchased.					
Net Interest Expensed to Account No. 427 (2)			\$ 294,845		

(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

**WATER
OPERATION
SECTION**

UTILITY NAME:

Water Management Services, Inc.

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WATER LISTING OF SYSTEM GROUPS

List below the name of each reporting system and its certificate number. Those systems which have been consolidated under the same tariff should be assigned a group number. Each individual system which has not been consolidated should be assigned its own group number.

The water financial schedules (W-2 through W-10) should be filed for the group in total.

The water engineering schedules (W-11 through W-15) must be filed for each system in the group.

All of the following water pages (W-2 through W-15) should be completed for each group and arranged by group number.

SYSTEM NAME / COUNTY	CERTIFICATE NUMBER	GROUP NUMBER
Water Management Services, Inc./ Franklin	302-W	N/A
There is only one reporting system.		

UTILITY NAME:

Water Management Services, Inc.

YEAR OF REPORT

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SYSTEM NAME / COUNTY :

Franklin

SCHEDULE OF YEAR END WATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service (includes CWIP)	W-4(b)	\$ 8,964,372
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	W-6(b)	3,413,348
110	Accumulated Amortization		
271	Contributions In Aid of Construction	W-7	3,388,622
252	Advances for Construction	F-20	11,030
Subtotal			\$ 2,151,372
	Add:		
272	Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 1,468,402
Subtotal			\$ 3,619,774
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		139,388
	Other (Specify):		
WATER RATE BASE			\$ 3,759,162
WATER OPERATING INCOME		W-3	\$ (145,071)
ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)			-3.86%

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:

Water Management Services, Inc.

YEAR OF REPORT

December 31, 2010

Revised : 6/7/06

SYSTEM NAME / COUNTY :

Franklin

WATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
UTILITY OPERATING INCOME			
400	Operating Revenues	W-9	\$ 1,291,958
469	Less: Guaranteed Revenue and AFPI	W-9	(246)
Net Operating Revenues			\$ 1,291,712
401	Operating Expenses	W-10(a)	\$ 1,115,100
403	Depreciation Expense	W-6(a)	294,090
	Less: Amortization of CIAC	W-8(a)	94,695
Net Depreciation Expense			\$ 199,395
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Def. Prop. loss, Acct. 186.1)		14,616
408.10	Taxes Other Than Income		
	Utility Regulatory Assessment Fee		58,138
408.11	Property Taxes		11,826
408.12	Payroll Taxes		34,895
408.13	Other Taxes and Licenses		2,812
408	Total Taxes Other Than Income		\$ 107,672
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			\$ 1,436,783
Utility Operating Income			\$ (145,071)
469	Add Back: Guaranteed Revenue (and AFPI)	W-9	\$ 246
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		0
420	Allowance for Funds Used During Construction		
Total Utility Operating Income			\$ (144,825)

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
--

SYSTEM NAME / COUNTY : _____

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	ADJ/RECLASS (d1)	RETIREMENTS (e)
301	Organization	\$	\$		\$
302	Franchises				
303	Land and Land Rights	90,994		(3,400)	
304	Structures and Improvements	356,329			
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	405,021			
308	Infiltration Galleries and Tunnels				
309	Supply Mains	3,984,508			
310	Power Generation Equipment	113,061			
311	Pumping Equipment	224,689			
320	Water Treatment Equipment	73,403	4,641		
330	Distribution Reservoirs and Standpipes	362,073			
331	Transmission and Distribution Mains	2,524,926		(99,074) A	
333	Services	235,616	3,835		
334	Meters and Meter Installations	212,013	1,352		
335	Hydrants	129,640	40,493	(617) A	
336	Backflow Prevention Devices				
339	Other Plant Miscellaneous Equipment	0	0		
340	Office Furniture and Equipment	76,667	4,883		
341	Transportation Equipment	103,927	42,580		(85,781)
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	36,433	310		
344	Laboratory Equipment				
345	Power Operated Equipment	64,551			
346	Communication Equipment	0			
347	Miscellaneous Equipment				
348	Other Tangible Plant				
TOTAL WATER PLANT		\$ 8,993,851	\$ 98,094	\$ (103,091)	\$ (85,781)

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.
 A - Reclassify to Mains from Hydrants & Supplies

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT
December 31, 2010

SYSTEM NAME / COUNTY : Franklin

WATER UTILITY PLANT MATRIX

ACCT. NO.	ACCOUNT NAME	CURRENT YEAR	.1 INTANGIBLE PLANT	.2 SOURCE OF SUPPLY AND PUMPING PLANT	.3 WATER TREATMENT PLANT	.4 TRANSMISSION AND DISTRIBUTION PLANT	.5 GENERAL PLANT
(a)	(b)	* (c)	(d)	(e)	(f)	(g)	(h)
301	Organization	\$ 0	\$	\$	\$	\$	\$
302	Franchises						
303	Land and Land Rights	87,594		67,443		20,151	0
304	Structures and Improvements	356,329		73,471	134,122		148,735
305	Collecting and Impounding Reservoirs						
306	Lake, River and Other Intakes						
307	Wells and Springs	405,021		405,021			
308	Infiltration Galleries and Tunnels						
309	Supply Mains	3,984,508		3,984,508			
310	Power Generation Equipment	113,061		113,061			
311	Pumping Equipment	224,689		224,689			
320	Water Treatment Equipment	78,043			78,043		
330	Distribution Reservoirs and Standpipes	362,073				362,073	
331	Transmission and Distribution Mains	2,425,852				2,425,852	
333	Services	239,451				239,451	
334	Meters and Meter Installations	213,366				213,366	
335	Hydrants	169,516				169,516	
336	Backflow Prevention Devices						
339	Other Plant Miscellaneous Equipment	0				0	
340	Office Furniture and Equipment	81,550					81,550
341	Transportation Equipment	60,725					60,725
342	Stores Equipment						
343	Tools, Shop and Garage Equipment	36,743					36,743
344	Laboratory Equipment						
345	Power Operated Equipment	64,551					64,551
346	Communication Equipment						
347	Miscellaneous Equipment	0					0
348	Other Tangible Plant						
TOTAL WATER PLANT		\$ 8,903,072	\$	\$ 4,868,194	\$ 212,166	\$ 3,430,409	\$ 392,304

UTILITY NAME:

Water Management Services, Inc.

YEAR OF REPORT

December 31, 2010

SYSTEM NAME / COUNTY :

Franklin

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	35		2.86%
310	Power Generation Equipment	20		5.00%
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	45		2.22%
336	Backflow Prevention Devices			
339	Other Plant Miscellaneous Equipment	25		4.00%
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	12		8.33%
346	Communication Equipment			
347	Miscellaneous Equipment	15		6.67%
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: Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
--

SYSTEM NAME / COUNTY : Franklin

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	\$ 106,858	\$ 9,642		\$ 9,642
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	190,293	12,712		12,712
308	Infiltration Galleries and Tunnels				
309	Supply Mains	863,306	128,282		128,282
310	Power Generation Equipment	82,567	2,305		2,305
311	Pumping Equipment	157,079	10,048		10,048
320	Water Treatment Equipment	40,980	1,730		1,730
330	Distribution Reservoirs and Standpipes	242,272	9,296		9,296
331	Transmission and Distribution Mains	1,200,241	59,275	(215,936) A	(156,660)
333	Services	145,068	6,234		6,234
334	Meters and Meter Installations	153,734	5,271		5,271
335	Hydrants	70,997	3,546		3,546
336	Backflow Prevention Devices				
339	Other Plant Miscellaneous Equipment				
340	Office Furniture and Equipment	26,579	19,107		19,107
341	Transportation Equipment	33,070	19,026		19,026
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	17,022	2,177		2,177
344	Laboratory Equipment				
345	Power Operated Equipment	31,939	5,439		5,439
346	Communication Equipment				
347	Miscellaneous Equipment				0
348	Other Tangible Plant				
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 3,362,005	\$ 294,090	\$ (215,936)	\$ 78,154

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

A - Adjust to correct for 1992 PSC audit & other PSC adjustment.

W-6(a)
GROUP _____

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
--

SYSTEM NAME / COUNTY : _____

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 (g-h+i)	BALANCE AT END OF YEAR (c+f-k)
(a)	(b)	(g)	(h)	(i)	(j)	(l)
304	Structures and Improvements	\$ _____	\$ _____	\$ _____	\$ _____	\$ 116,500
305	Collecting and Impounding Reservoirs	_____	_____	_____	_____	_____
306	Lake, River and Other Intakes	_____	_____	_____	_____	_____
307	Wells and Springs	_____	_____	_____	_____	203,005
308	Infiltration Galleries and Tunnels	_____	_____	_____	_____	_____
309	Supply Mains	_____	_____	_____	_____	991,588
310	Power Generation Equipment	_____	_____	_____	_____	84,873
311	Pumping Equipment	_____	_____	_____	_____	167,127
320	Water Treatment Equipment	_____	_____	_____	_____	42,709
330	Distribution Reservoirs and Standpipes	_____	_____	_____	_____	251,569
331	Transmission and Distribution Mains	_____	_____	_____	_____	1,043,581
333	Services	_____	_____	_____	_____	151,302
334	Meters and Meter Installations	_____	_____	_____	_____	159,005
335	Hydrants	_____	_____	_____	_____	74,543
336	Backflow Prevention Devices	_____	_____	_____	_____	_____
339	Other Plant Miscellaneous Equipment	_____	_____	_____	_____	_____
340	Office Furniture and Equipment	_____	_____	_____	_____	45,685
341	Transportation Equipment	(26,811)	_____	_____	(26,811)	25,285
342	Stores Equipment	_____	_____	_____	_____	_____
343	Tools, Shop and Garage Equipment	_____	_____	_____	_____	19,199
344	Laboratory Equipment	_____	_____	_____	_____	_____
345	Power Operated Equipment	_____	_____	_____	_____	37,377
346	Communication Equipment	_____	_____	_____	_____	_____
347	Miscellaneous Equipment	_____	_____	_____	_____	_____
348	Other Tangible Plant	_____	_____	_____	_____	_____
TOTAL WATER ACCUMULATED DEPRECIATION		\$ (26,811)	\$ _____	\$ _____	\$ (26,811)	\$ 3,413,348

UTILITY NAME: Water Management Services, Inc.

SYSTEM NAME / COUNTY : Franklin

**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$ 3,239,514
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ 149,109
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	
Total Credits		\$ 149,109
Less debits charged during the year (All debits charged during the year must be explained below)		\$
Total Contributions In Aid of Construction		\$ 3,388,622

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:

UTILITY NAME:

Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
--

SYSTEM NAME / COUNTY :

Franklin

WATER CIAC SCHEDULE "A"

ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY,
MAIN EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
Plant Capacity	3	\$ 845	\$ 2,535
Plant Capacity		various	37,806
Meter Installation	10	250	2,500
Meter Installation		various	307
Main Extension	3	525	1,575
Main Extension		various	25,336
Fire Hydrants			77,300
Sprinkler Systems			1,750
Total Credits			\$ 149,109

ACCUMULATED AMORTIZATION OF WATER CONTRIBUTIONS IN AID OF CONSTRUCTION

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 1,373,707
Debits during the year:	
Accruals charged to Account 272	\$ 94,695
Other debits (specify) :	
Total debits	\$ 94,695
Credits during the year (specify) :	
Total credits	\$
Balance end of year	\$ 1,468,402

UTILITY NAME:

Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
--

SYSTEM NAME / COUNTY :

Franklin

WATER CIAC SCHEDULE "B"
ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION
RECEIVED FROM ALL DEVELOPERS OR CONTRACTORS AGREEMENTS
WHICH CASH OR PROPERTY WAS RECEIVED DURING THE YEAR

DESCRIPTION (a)	INDICATE CASH OR PROPERTY (b)	AMOUNT (c)
None		\$
Total Credits		\$

UTILITY NAME: Water Management Services, Inc.

SYSTEM NAME / COUNTY : _____

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	0	0	\$
461.1	Metered Water Revenue: Sales to Residential Customers	1,697	1,687	1,045,116
461.2	Sales to Commercial Customers	88	86	145,077
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities	3	2	43,033
461.5	Sales Multiple Family Dwellings	30	33	53,231
	Total Metered Sales	1,818	1,808	\$ 1,286,456
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	1,818	1,808	\$ 1,286,456
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$ 246
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			5,256
472	Rents From Water Property			0
473	Interdepartmental Rents			
474	Other Water Revenues			
	Total Other Water Revenues			\$ 5,501
	Total Water Operating Revenues			\$ 1,291,958

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

UTILITY NAME:

Water Management Services, Inc.

YEAR OF REPORT
December 31, 2010

SYSTEM NAME / COUNTY :

Franklin

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	\$ 341,206	\$ 28,598	\$ 8,585
603	Salaries and Wages - Officers, Directors and Majority Stockholders	115,192		
604	Employee Pensions and Benefits	111,432	2,353	1,188
610	Purchased Water			
615	Purchased Power	62,127	18,000	
616	Fuel for Power Purchased	0	0	
618	Chemicals	12,879		
620	Materials and Supplies	18,661	303	3,034
631	Contractual Services-Engineering	22,680	6,667	
632	Contractual Services - Accounting	18,550		
633	Contractual Services - Legal	6,000		
634	Contractual Services - Mgt. Fees	600	120	
635	Contractual Services - Testing	4,490	2,245	
636	Contractual Services - Other	91,572		
641	Rental of Building/Real Property	22,014		
642	Rental of Equipment	34,322		
650	Transportation Expenses	37,533	5,044	5,044
656	Insurance - Vehicle	11,331	1,330	1,330
657	Insurance - General Liability	24,221	2,500	2,500
658	Insurance - Workman's Comp.	3,864	324	97
659	Insurance - Other	16,849	806	806
660	Advertising Expense	600		
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	63,421		
667	Regulatory Commission Exp.-Other			
668	Water Resource Conservation Exp.			
670	Bad Debt Expense	2,240		
675	Miscellaneous Expenses	93,318	1,650	6,247
Total Water Utility Expenses		\$ 1,115,100	\$ 69,940	\$ 28,830

UTILITY NAME:

Water Management Services, Inc.

SYSTEM NAME / COUNTY :

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)
\$ 35,591	\$ 8,585	\$ 29,993	\$ 37,332	\$ 51,480	\$ 141,043
					115,192
3,508	1,188	1,139	5,311	17,991	78,755
41,771		157			2,199
12,879					
303	910	303	7,282	2,936	3,588
6,667		6,667			2,680
					18,550
					6,000
90		390			
2,245					
	41,978		41,978		7,615
					22,014
				17,378	16,945
5,044	5,044	5,044	5,044	3,633	3,633
1,330	1,330	1,330	1,330	1,676	1,676
2,500	2,500	2,500	2,500	4,610	4,610
403	97	340	423	583	1,597
806	806	806	806		12,015
					600
					63,421
				2,240	
2,229	331	4,366	44,046	10,761	23,687
\$ 115,366	\$ 62,768	\$ 53,034	\$ 146,052	\$ 113,289	\$ 525,820

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT
December 31, 2010

SYSTEM NAME / COUNTY : Franklin

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	0	11,227,000	1,940,000	9,287,000	8,344,500
February	0	9,129,000	1,341,000	7,788,000	7,259,500
March	0	11,702,000	2,639,000	9,063,000	7,927,000
April	0	14,669,000	874,000	13,795,000	13,394,300
May	0	15,676,000	2,470,000	13,206,000	10,895,900
June	0	20,347,000	1,895,000	18,452,000	16,613,800
July	0	21,330,000	539,000	20,791,000	22,868,000
August	0	15,563,000	990,000	14,573,000	13,232,600
September	0	14,362,000	1,539,000	12,823,000	11,324,200
October	0	14,687,000	465,000	14,222,000	13,570,200
November	0	11,613,000	2,348,000	9,265,000	8,311,400
December	0	12,134,000	358,000	11,776,000	11,384,000
Total for Year	0	172,439,000	17,398,000	155,041,000	145,125,400

If water is purchased for resale, indicate the following:

Vendor N/A

Point of delivery _____

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

N/A

List for each source of supply:	24 Hour CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
Well No. 1 (1975)	360,000 gpd	360,000	Floridan Aquifer
Well No. 2 (1985)	360,000 gpd	360,000	Floridan Aquifer
Well No. 3 (1993)	720,000 gpd	720,000	Floridan Aquifer
Well No. 4 (2000)	720,000 gpd	720,000	Floridan Aquifer
		2,160,000	

UTILITY NAME:

Water Management Services, Inc.

YEAR OF REPORT

December 31, 2010

SYSTEM NAME / COUNTY :

Franklin

WATER TREATMENT PLANT INFORMATION

Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):

1,240,000

(NFWMD Permitted max day withdrawal)

Location of measurement of capacity
(i.e. Wellhead, Storage Tank):

Storage Tank

Type of treatment (reverse osmosis,
sedimentation, chemical, aerated, etc.):

Aeration and Chlorination, Ground & Elevated
Storage Tanks

LIME TREATMENT

Unit rating (i.e., GPM, pounds
per gallon):

Not Applicable

Manufacturer:

Not Applicable

FILTRATION

Type and size of area:

Pressure (in square feet):

Not Applicable

Manufacturer:

Not Applicable

Gravity (in GPM/square feet):

Not Applicable

Manufacturer:

Not Applicable

UTILITY NAME: Water Management Services, Inc.

YEAR OF REPORT December 31, 2010
--

SYSTEM NAME / COUNTY : Franklin

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	1,687	1,687
5/8"	Displacement	1.0	71	71
3/4"	Displacement	1.5	3	5
1"	Displacement	2.5	28	70
1 1/2"	Displacement or Turbine	5.0	10	50
2"	Displacement, Compound or Turbine	8.0	5	40
3"	Displacement	15.0		
3"	Compound	16.0	2	32
3"	Turbine	17.5		
4"	Displacement or Compound	25.0	1	25
4"	Turbine	30.0		
6"	Displacement or Compound	50.0	0	
6"	Turbine	62.5	1	63
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			1,808	2,042

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: $145,125,400 \text{ total gallons} / 365/350 \text{ GPD/ERC} = 1,136 \text{ ERCs}$
--

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.	2,100
2. Maximum number of ERCs * which can be served.	2,100
3. Present system connection capacity (in ERCs *) using existing lines.	2,100
4. Future connection capacity (in ERCs *) upon service area buildout.	3,389
5. Estimated annual increase in ERCs *. minus 17, last three years	56 *
6. Is the utility required to have fire flow capacity? If so, how much capacity is required?	No N/A
7. Attach a description of the fire fighting facilities - Ground storage, pumping, looped mains, 138 fire hydrants, high pressure pumps, looped water lines, cut-off valves.	
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. _____ New 600,000 gallon ground storage tank, new 12" supply main, new electrical equipment, pumping equipment, chlorine facilities and generator; new 5th well with related piping and appertanances. Est. completion date - 12/31/2012.	
9. When did the company last file a capacity analysis report with the DEP?	September 24, 1999
10. If the present system does not meet the requirements of DEP rules:	Not Applicable
a. Attach a description of the plant upgrade necessary to meet the DEP rules.	
b. Have these plans been approved by DEP? _____	
c. When will construction begin? _____	
d. Attach plans for funding the required upgrading.	
e. Is this system under any Consent Order with DEP? _____	
11. Department of Environmental Protection ID #	1190789
12. Water Management District Consumptive Use Permit #	830074
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?	Not applicable

* This is an average based upon historical records and WMSI's estimate as to growth expected within the next 25 years, when buildout is expected. WMSI does not expect a substantial number of new connections within the next several years.

WASTEWATER OPERATION SECTION

This is a water only utility.

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

Company:

For the Year Ended December 31, **2010**

(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>1,286,456</u>	<u>1,286,456</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>5,502</u>	<u>5,502</u>	<u>- 0 -</u>
Total Water Operating Revenue	\$ 1,291,958	\$ 1,291,958	\$ - 0 -
LESS: Expense for Purchased Water from FPSC-Regulated Utility	_____	_____	_____
Net Water Operating Revenues	\$ 1,291,958	\$ 1,291,958	\$ - 0 -

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).