

CLASS "A" OR "B"

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

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**ANNUAL REPORT**

OF

WS236-11-AR

**WATER MANAGEMENT SERVICES, INC**

Exact Legal Name of Respondent

302W

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



RECEIVED  
PUBLIC SERVICE  
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REGULATION

FOR THE

YEAR ENDED DECEMBER 31, 2011

## 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 Economic Regulation  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0850**

The fourth copy should be retained by the utility.

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# **EXECUTIVE SUMMARY**

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UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**YEAR OF REPORT**  
December 31, 2011

**CERTIFICATION OF ANNUAL REPORT**

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

- |  |                                |    |   |
|--|--------------------------------|----|---|
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 1. | The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.   |
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 2. | The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission, except order No. PSC-11-0010-SC-WU, which is on appeal.   |
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 3. | There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the the financial statement of the utility.  |
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 4. | The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the 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, 2011

WATER MANAGEMENT SERVICES, INC

County: Franklin

(Exact Name of Utility)

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

Jeanne Allen, CPA

Contact information shown on E-3

Les Thomas, P.E.

Contact information shown on E-3

Date of original organization of the utility: 03/03/78

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	Certified Operator	Operations Manager	General Business
Hank Garrett	Certified Operator	Operations Manager	General Business
Maggie McCall Moody	Attorney		Regulatory Matters
2940 Kerry Forest Parkway Ste 103 Tallahassee, FL 32309 (850)656-7753, (850)675-3869 (Fax)			
Martin S. Friedman	Attorney		Regulatory Matters
766 North Sun Drive Ste. 4030 Lake Mary, FL 32746 (407)830-6331, (407)830-8522 (Fax)			
Barbara S. Withers	CPA		Accounting and Tax
411 Live Oak Plantation Rd. Tallahassee, FL 32312 (850)893-4080			
Jeanne Allen	CPA		Accounting and Tax
2075 Centre Pointe Blvd Ste. 200 Tallahassee, FL 32308 (850)878-6189			
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 140 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 certified 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, and has experienced an increase in operating costs. To overcome this problem, the utility filed an application with the Florida Public Service Commission on November 7, 2011 (Docket No. 110200-WU), which has an official filing date of February 17, 2012. That case is proceeding under the Commission's PAA process.

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**YEAR OF REPORT**  
December 31, 2011

**PARENT / AFFILIATE ORGANIZATION CHART**

Current as of 12/31/11

Complete below an organizational chart that shows 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).

St. George Island Utility Company, Ltd.  
Stockholder

Gene D. Brown  
Legal Counsel

Brown Management Group, Inc  
Subsidiary

**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%	\$ 110,300
Sandra Chase	Vice President	100%	70,300

**COMPENSATION OF DIRECTORS**

For each director, list the number of directors' 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

<b>YEAR OF REPORT</b> December 31, 2011
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**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 (BMG)	Acquisition of 100% stock ownership of BMG	1,215,075	1,215,075(P)	0	1,191,227
Sandra M. Chase (SMC)	Non cash transfer of 2007 Chevy Tahoe to SMC	17,741	17,741(S)	(17,741)	17,913
Sandra M. Chase (SMC)	Assumption of WMSI loan by SMC	13,393	(13,393)(S)	13,393	(13,393)

**FINANCIAL**

**SECTION**

UTILITY NAME: **WATER MANAGEMENT SERVICES, INC**

**YEAR OF REPORT**  
December 31, 2011

**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	\$ 8,964,372	\$ 9,035,663
108-110	Less: Accumulated Depreciation and Amortization	F-8	3,413,348	3,634,516
Net Plant			\$ 5,551,025	\$ 5,401,147
114-115	Utility Plant Acquisition adjustment (Net)	F-7		0
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 5,551,025	\$ 5,401,147
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-9	\$ 1,136,818	\$ 1,141,166
122	Less: Accumulated Depreciation and Amortization		0	
Net Nonutility Property			\$ 1,136,818	\$ 1,141,166
123	Investment in Associated Companies	F-10	1,175,075	1,215,075
124	Utility Investments	F-10		0
125	Other Investments	F-10		0
126-127	Special Funds	F-10		0
Total Other Property & Investments			\$ 2,311,893	\$ 2,356,241
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		\$ (17,751)	\$ (18,585)
132	Special Deposits	F-9	18,204	0
133	Other Special Deposits	F-9		0
134	Working Funds		0	
135	Temporary Cash Investments		0	
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-11	124,413	97,252
145	Accounts Receivable from Associated Companies	F-12		0
146	Notes Receivable from Associated Companies	F-12		0
151-153	Material and Supplies			
161	Stores Expense			
162	Prepayments		32,543	31,726
171	Accrued Interest and Dividends Receivable			
172 *	Rents Receivable			
173 *	Accrued Utility Revenues			
174	Miscellaneous Current and Accrued Assets	F-12		0
Total Current and Accrued Assets			\$ 157,409	\$ 110,393

\* Not Applicable for Class B Utilities

UTILITY NAME: **WATER MANAGEMENT SERVICES, INC**

**YEAR OF REPORT**

December 31, 2011

**COMPARATIVE BALANCE SHEET  
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>DEFERRED DEBITS</b>				
181	Unamortized Debt Discount & Expense	F-13	\$ 90,494	\$ 77,126
182	Extraordinary Property Losses	F-13		0
183	Preliminary Survey & Investigation Charges			36,125
184	Clearing Accounts			
185 *	Temporary Facilities			
186	Miscellaneous Deferred Debits	F-14	283,467	305,525
187 *	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes			
Total Deferred Debits			\$ 373,961	\$ 418,776
<b>TOTAL ASSETS AND OTHER DEBITS</b>			\$ 8,394,288	\$ 8,286,557

\* 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: **WATER MANAGEMENT SERVICES, INC**

**YEAR OF REPORT**

December 31, 2011

**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	\$ 10,000	\$ 10,000
204	Preferred Stock Issued	F-15		0
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	(1,858,400)	(2,162,911)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			\$ (2,336,948)	\$ (2,641,459)
<b>LONG TERM DEBT</b>				
221	Bonds	F-15		0
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17		0
224	Other Long Term Debt	F-17	5,236,908	5,265,026
Total Long Term Debt			\$ 5,236,908	\$ 5,265,026
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable		471,631	636,849
232	Notes Payable	F-18	2,859,129	2,934,296
233	Accounts Payable to Associated Companies	F-18	0	3,621
234	Notes Payable to Associated Companies	F-18		0
235	Customer Deposits		136,174	110,433
236	Accrued Taxes	W/S-3	61,269	88,741
237	Accrued Interest	F-19	34,874	33,159
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20		687
Total Current & Accrued Liabilities			\$ 3,563,075	\$ 3,807,788

\* Not Applicable for Class B Utilities

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**YEAR OF REPORT**  
December 31, 2011

**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	\$ _____	\$ _____ 0
252	Advances For Construction	F-20	11,030	10,430
253	Other Deferred Credits	F-21	_____	_____ 0
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits			\$ <u>11,030</u>	\$ <u>10,430</u>
<b>OPERATING RESERVES</b>				
261	Property Insurance Reserve		\$ _____	\$ _____
262	Injuries & Damages Reserve		_____	_____
263	Pensions and Benefits Reserve		0	_____
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	\$ 3,388,622	\$ 3,410,303
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	(1,468,402)	(1,565,530)
Total Net CIAC			\$ <u>1,920,220</u>	\$ <u>1,844,773</u>
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
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			\$ <u>0</u>	\$ <u>0</u>
<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>			\$ <u>8,394,286</u>	\$ <u>8,286,557</u>

*Revised*

**UTILITY NAME: WATER MANAGEMENT SERVICES, INC**

**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)	\$ 1,291,958	\$ 1,384,769
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)	246	123
Net Operating Revenues			\$ 1,291,712	\$ 1,384,646
401	Operating Expenses	F-3(b)	\$ 1,115,100	\$ 1,026,060
403	Depreciation Expense:	F-3(b)	\$ 294,090	\$ 268,884
	Less: Amortization of CIAC	F-22	94,695	97,128
Net Depreciation Expense			\$ 199,395	\$ 171,756
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)		0
407	Amortization Expense (Other than CIAC)	F-3(b)	14,616	14,298
408	Taxes Other Than Income	W/S-3	107,672	113,594
409	Current Income Taxes	W/S-3		0
410.1	Deferred Federal Income Taxes	W/S-3		0
410.11	Deferred State Income Taxes	W/S-3		0
411.1	Provision for Deferred Income Taxes - Credit	W/S-3		0
412.1	Investment Tax Credits Deferred to Future Periods	W/S-3		0
412.11	Investment Tax Credits Restored to Operating Income	W/S-3		0
Utility Operating Expenses			\$ 1,436,783	\$ 1,325,707
Net Utility Operating Income			\$ (145,071)	\$ 58,939
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	246	123
413	Income From Utility Plant Leased to Others			0
414	Gains (losses) From Disposition of Utility Property		1,500	541
420	Allowance for Funds Used During Construction			0
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ (143,325)	\$ 59,603

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

YEAR OF REPORT

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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

WATER SCHEDULE W-3 * (f)	WASTEWATER SCHEDULE S-3 * (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ 1,384,769 123	\$ 0 0	\$ _____
\$ 1,384,646	\$ 0	\$ 0
\$ 1,026,060	\$ 0	\$ _____
268,884 97,128	0 0	_____
\$ 171,756	\$ 0	\$ 0
0 14,298 113,594 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0	_____ _____ _____ _____ _____ _____ _____ _____ _____ _____
\$ 1,325,707	\$ 0	\$ 0
\$ 58,939	\$ 0	\$ 0
123 0 541 0	0 0 0 0	_____ _____ _____ _____
\$ 59,603	\$ 0	\$ 0

\* 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)]			\$ (143,325)	\$ 59,603
<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		3,387	781
421	Nonutility Income		_____	_____
426	Miscellaneous Nonutility Expenses		(10,819)	(49,096)
Total Other Income and Deductions			\$ (7,431)	\$ (48,315)
<b>TAXES APPLICABLE TO OTHER INCOME</b>				
408.2	Taxes Other Than Income		\$ _____	\$ _____
409.2	Income Taxes		_____	_____
410.2	Provision for Deferred Income Taxes		_____	_____
411.2	Provision for Deferred Income Taxes - Credit		_____	_____
412.2	Investment Tax Credits - Net		_____	_____
412.3	Investment Tax Credits Restored to Operating Income		_____	_____
Total Taxes Applicable To Other Income			\$ 0	\$ 0
<b>INTEREST EXPENSE</b>				
427	Interest Expense	F-19	\$ 294,845	\$ 314,745
428	Amortization of Debt Discount & Expense	F-13	58,436	52,627
429	Amortization of Premium on Debt	F-13	_____	0
Total Interest Expense			\$ 353,281	\$ 367,372
<b>EXTRAORDINARY ITEMS</b>				
433	Extraordinary Income		\$ _____	\$ _____
434	Extraordinary Deductions		_____	_____
409.3	Income Taxes, Extraordinary Items		_____	_____
Total Extraordinary Items			\$ 0	\$ 0
<b>NET INCOME</b>			<u>\$ (504,038)</u>	<u>\$ (356,084)</u>

Explain Extraordinary Income:

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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	F-7	\$ 9,035,663	\$ 0
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-8	3,634,516	0
110	Accumulated Amortization	F-8	0	0
271	Contributions in Aid of Construction	F-22	3,410,303	0
252	Advances for Construction	F-20	10,430	
Subtotal			\$ 1,980,414	\$ 0
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	1,565,530	0
Subtotal			\$ 3,545,944	\$ 0
114	Plus or Minus: Acquisition Adjustments (2)	F-7	0	0
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	0	0
	Working Capital Allowance (3)		0	0
	Other (Specify): Negative WCAP set to 0			
RATE BASE			\$ 3,545,944	\$ 0
NET UTILITY OPERATING INCOME			\$ 58,939	\$ 0
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			1.66%	0.00%

**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 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	\$ (2,641,460)	\$ _____	\$ _____	\$ (2,641,460)	\$ _____	\$ 0
Preferred Stock	_____	_____	_____	_____	_____	0
Long Term Debt	8,116,962	_____	_____	_____	4,673,221	3,443,741
Customer Deposits	102,203	_____	_____	_____	_____	102,203
Tax Credits - Zero Cost	_____	_____	_____	_____	_____	0
Tax Credits - Weighted Cost	_____	_____	_____	_____	_____	0
Deferred Inc. Taxes	_____	_____	_____	_____	_____	0
Other (Explain)	_____	_____	_____	_____	_____	0
						0
<b>Total</b>	<b>\$ 5,577,705</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ (2,641,460)</b>	<b>\$ 4,673,221</b>	<b>\$ 3,545,944</b>

(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. NO. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts: Utility Plant In Service	\$ 8,912,382	\$ 0		\$ 8,912,382
102	Utility Plant Leased to Other				0
103	Property Held for Future Use				0
104	Utility Plant Purchased or Sold				0
105	Construction Work in Progress	123,281			123,281
106	Completed Construction Not Classified				0
	<b>Total Utility Plant</b>	<b>\$ 9,035,663</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 9,035,663</b>

**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. NO. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment	\$	\$	\$	\$ 0
	N/A				0
					0
					0
					0
	<b>Total Plant Acquisition Adjustments</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
115	Accumulated Amortization	\$	\$	\$	\$ 0
	N/A				0
					0
					0
	<b>Total Accumulated Amortization</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
	<b>Net Acquisition Adjustments</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

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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>				
<b>Account 108</b>				
Balance first of year	\$ 3,413,348	\$	\$	\$ 3,413,348
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$ 268,884	\$	\$	\$ 268,884
Account 108.2 (2)	_____	_____	_____	0
Account 108.3 (2)	_____	_____	_____	0
Other Accounts (specify):	_____	_____	_____	0
	_____	_____	_____	0
Salvage	(610)	_____	_____	(610)
Other Credits (Specify):	_____	_____	_____	0
PSC Adj - 2010 Deprec	210	_____	_____	210
<b>Total Credits</b>	<b>\$ 268,483</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 268,483</b>
Debits during year:				
Book cost of plant retired	5,446	_____	_____	5,446
Cost of Removal	_____	_____	_____	0
Other Debits (specify):	_____	_____	_____	29,197
PSC Adj - 2009 Retire	29,197	_____	_____	12,672
PSC Adj - 2010 Deprec	12,672	_____	_____	_____
<b>Total Debits</b>	<b>\$ 47,315</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 47,315</b>
Balance end of year	<u>\$ 3,634,516</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,634,516</u>
<b>ACCUMULATED AMORTIZATION</b>				
<b>Account 110</b>				
Balance first of year	\$ 99,878	\$	\$	\$ 99,878
Credit during year:				
Accruals charged to:				
Account 110.2 (3)	\$	\$	\$	\$ 0
Other Accounts (specify):	_____	_____	_____	0
110.10 Loss on Disposal of Bridge/Main	14,298	_____	_____	14,298
<b>Total credits</b>	<b>\$ 14,298</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 14,298</b>
Debits during year:				
Book cost of plant retired	_____	_____	_____	0
Other debits (specify):	_____	_____	_____	0
	_____	_____	_____	0
<b>Total Debits</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
Balance end of year	<u>\$ 114,176</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 114,176</u>

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

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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. 100104-WU	\$ 3,176	666.80	\$ 57,295
Total	\$ 3,176		\$ 57,295

**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	\$ 811,018	4,348	\$	\$ 815,366
Non-Utility Land	325,800			325,800
				0
				0
Total Nonutility Property	\$ 1,136,818	\$ 4,348	\$ 0	\$ 1,141,166

**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): N/A	\$ 0
Total Special Deposits	\$ 0
OTHER SPECIAL DEPOSITS (Account 133): N/A	\$
Total Other Special Deposits	\$ 0

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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): <u>Brown Management Group, Inc</u> _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ <u>1,215,075</u> _____ _____ _____ _____
Total Investment in Associated Companies		\$ <u><u>1,215,075</u></u>
UTILITY INVESTMENTS (Account 124): <u>N/A</u> _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Utility Investment		\$ <u><u>0</u></u>
OTHER INVESTMENTS (Account 125): <u>N/A</u> _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Other Investment		\$ <u><u>0</u></u>
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): <u>N/A</u> _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Special Funds		\$ <u><u>0</u></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	\$ 124,675	
Wastewater		
Other		
Total Customer Accounts Receivable		\$ 124,675
OTHER ACCOUNTS RECEIVABLE (Account 142):		
	\$ 1,002	
Total Other Accounts Receivable		\$ 1,002
NOTES RECEIVABLE (Account 144):		
Total Notes Receivable		\$ 0
Total Accounts and Notes Receivable		\$ 125,677
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Account 143)		
Balance first of year	\$ 28,240	
Add: Provision for uncollectibles for current year	\$ 2,087	
Collection of accounts previously written off	(1,902)	
Utility Accounts		
Others		
Total Additions	\$ 185	
Deduct accounts written off during year:		
Utility Accounts		
Others		
Total accounts written off	\$ 0	
Balance end of year		\$ 28,425
<b>TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET</b>		<b>\$ 97,252</b>

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**ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES**  
**ACCOUNT 145**

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
N/A	\$ _____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
Total	\$ <u>0</u>

**NOTES RECEIVABLE FROM ASSOCIATED COMPANIES**  
**ACCOUNT 146**

Report each note receivable from associated companies separately.

DESCRIPTION (a)	INTEREST RATE (b)	TOTAL (c)
N/A	_____ %	\$ _____
_____	_____ %	_____
_____	_____ %	_____
_____	_____ %	_____
_____	_____ %	_____
_____	_____ %	_____
_____	_____ %	_____
_____	_____ %	_____
_____	_____ %	_____
Total		\$ <u>0</u>

**MISCELLANEOUS CURRENT AND ACCRUED ASSETS**  
**ACCOUNT 174**

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
N/A	\$ _____
_____	_____
_____	_____
_____	_____
Total Miscellaneous Current and Accrued Liabilities	\$ <u>0</u>

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UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**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 Loan	\$ 7,347	\$ 77,048
Centennial - Ref. Loan \$5871 relates to Loan Fees.and \$39,258 relates to Life Ins	45,129	0
FMB - Backhoe Loan	111	18
FMB -Lot Loan	2	17
FCCU-GMC Loan	21	43
Envision CU - Chev Loan	18	0
<b>Total Unamortized Debt Discount and Expense</b>	<b>\$ 52,627</b>	<b>\$ 77,126</b>
UNAMORTIZED PREMIUM ON DEBT (Account 251):		
N/A	\$	\$
<b>Total Unamortized Premium on Debt</b>	<b>\$ 0</b>	<b>\$ 0</b>

**EXTRAORDINARY PROPERTY LOSSES  
ACCOUNT 182**

Report each item separately.

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

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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 Rate Case Appeal	\$ 0	\$ 37,101
186.06 Deferred Rate Case - 2010 TY	0	60,575
186.07 Deferred Rate Case - 2009 TY	57,295	132,967
<b>Total Deferred Rate Case Expense</b>	<b>\$ 57,295</b>	<b>\$ 230,643</b>
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):		
186.20 Deferred Loss on Bridge Supply Main	\$ 14,298	\$ 24,532
<b>Total Other Deferred Debits</b>	<b>\$ 14,298</b>	<b>\$ 24,532</b>
REGULATORY ASSETS (Class A Utilities: Account. 186.3):		
186.30 Deferred Wastewater Certificate Application	\$ 0	\$ 50,351
<b>Total Regulatory Assets</b>	<b>\$ 0</b>	<b>\$ 50,351</b>
<b>TOTAL MISCELLANEOUS DEFERRED DEBITS</b>	<b>\$ 71,593</b>	<b>\$ 305,525</b>

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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	%	\$ 0.10
Shares authorized		100,000
Shares issued and outstanding		100,000
Total par value of stock issued	%	\$ 10,000
Dividends declared per share for year	%	\$ 0
<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)	
N/A	%	_____	\$ _____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
<b>Total</b>			<b>\$ 0</b>

\* 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	\$ (1,858,400)
439	Changes to Account: Adjustments to Retained Earnings ( requires Commission approval prior to use): Credits: PSC Adj - 2009 Capitalized from Repairs PSC Adj - 2009 Deprec on retired equip. PSC Adj - 2010 Capitalized from repairs PSC Adj - 2010 Deprec on retired equip	\$ 51,751 2,246 8,405 2,246
	Total Credits:	\$ 64,648
	Debits: PSC Adj - 2009 Retired Equip PSC Adj - 2009 Depec on Capitalized from Repairs PSC Adj - 2010 Deprec on Capitalized from Repairs PSC Adj - 2010 Deprec on Capitalized from Repairs	\$ 8,984 1,294 2,588 210
	Total Debits:	\$ 13,075
435	Balance Transferred from Income	\$ (356,084)
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	\$ 0
215	Year end Balance	\$ (2,162,911)
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end):  _____	_____ _____
214	Total Appropriated Retained Earnings	\$ 0
	<b>Total Retained Earnings</b>	<b>\$ (2,162,911)</b>
Notes to Statement of Retained Earnings:		

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**ADVANCES FROM ASSOCIATED COMPANIES  
ACCOUNT 223**

Report each advance separately.

DESCRIPTION (a)	TOTAL (b)
N/A	\$ _____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
<b>Total</b>	\$ <u>0</u>

**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)	
224.25 FMB - Lots	7.50 %	Fixed	\$ 295,502
224.32 DEP	2.99 %	Fixed	4,960,017
224.33 FCCU - GMC	6.00 %	Fixed	5,606
224.37 FMB - Backhoe	6.85 %	Fixed	3,901
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
<b>Total</b>			\$ <u>5,265,026</u>

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

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**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):			
232.20 Centennial Bank	4.25 %	Prime +1	\$ 2,743,016
232.25 FMB Lots	7.50 %	Fixed	20,093
232.32 DEP	2.99 %	Fixed	151,572
232.33 FCCU	6.00 %	Fixed	4,459
232.37 FMB	6.85 %	Fixed	15,156
	%		
	%		
	%		
Total Account 232			\$ <u>2,934,296</u>
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234):			
N/A	%		\$
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total Account 234			\$ <u>0</u>

\* 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)
Brown Management Group	\$ 3,621
Total	\$ <u>3,621</u>

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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					
FMB 237.5	\$ 1,709	427.32	\$ 21,026	\$ 21,254	\$ 1,482
FCCU 237.33	73	437.30	718	741	50
Envision 237.34	28	437.30		28	
FMB 237.41	94	437.30	1,261	1,266	89
D.E.P	18,274	427.31	150,322	149,489	19,106
Centennial Bank	14,695	427.31	118,496	120,759	12,432
Total Account 237.1	\$ <u>34,874</u>		\$ <u>291,823</u>	\$ <u>293,538</u>	\$ <u>33,159</u>
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities					
Customer Deposits	\$ 0	427	\$ 4,230	\$ 4,230	\$
Vendors	0	427.50	14,996	14,996	
Affiliates		427.10	3,696	3,696	
Total Account 237.2	\$ <u>0</u>		\$ <u>22,922</u>	\$ <u>22,922</u>	\$ <u>0</u>
Total Account 237 (1)	\$ <u>34,874</u>		\$ <u>314,745</u>	\$ <u>316,461</u>	\$ <u>33,159</u>
INTEREST EXPENSED:					
Total accrual Account 237		237	\$ 314,745		
Less Capitalized Interest Portion of AFUDC:					
Net Interest Expensed to Account No. 427 (2)			\$ <u>314,745</u>		

(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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

<b>YEAR OF REPORT</b> December 31, 2011
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**MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES  
ACCOUNT 241**

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
Payroll Deduction - 401K Plan	\$ 687
Total Miscellaneous Current and Accrued Liabilities	\$ 687

**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)		
D.E.P. - East End Connections	\$ 11,030		\$ (600)		\$ 10,430
					0
					0
					0
					0
					0
					0
					0
					0
Total	\$ 11,030		\$ (600)	\$ 0	\$ 10,430

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

<b>YEAR OF REPORT</b> December 31, 2011
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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):		
N/A	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
<b>Total Regulatory Liabilities</b>	\$ _____	\$ _____
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2):		
N/A	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
<b>Total Other Deferred Liabilities</b>	\$ _____	\$ _____
<b>TOTAL OTHER DEFERRED CREDITS</b>	\$ _____	\$ _____

UTILITY NAME: **WATER MANAGEMENT SERVICES, INC**

<b>YEAR OF REPORT</b> December 31, 2011
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**CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271**

<b>DESCRIPTION (a)</b>	<b>WATER (W-7) (b)</b>	<b>WASTEWATER (S-7) (c)</b>	<b>W &amp; WW OTHER THAN SYSTEM REPORTING (d)</b>	<b>TOTAL (e)</b>
Balance first of year	\$ <u>3,388,622</u>	\$ <u>0</u>	\$ _____	\$ <u>3,388,622</u>
Add credits during year:	\$ <u>21,681</u>	\$ <u>0</u>	\$ _____	\$ <u>21,681</u>
Less debit charged during the year	\$ <u>0</u>	\$ <u>0</u>	\$ _____	\$ <u>0</u>
Total Contribution In Aid of Construction	\$ <u><u>3,410,303</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>3,410,303</u></u>

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

<b>DESCRIPTION (a)</b>	<b>WATER (W-8(a)) (b)</b>	<b>WASTEWATER (S-8(a)) (c)</b>	<b>W &amp; WW OTHER THAN SYSTEM REPORTING (d)</b>	<b>TOTAL (e)</b>
Balance first of year	\$ <u>1,468,402</u>	\$ <u>0</u>	\$ _____	\$ <u>1,468,402</u>
Debits during the year:	\$ <u>97,128</u>	\$ <u>0</u>	\$ _____	\$ <u>97,128</u>
Credits during the year	\$ <u>0</u>	\$ <u>0</u>	\$ _____	\$ <u>0</u>
Total Accumulated Amortization of Contributions In Aid of Construction	\$ <u><u>1,565,530</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>1,565,530</u></u>

UTILITY NAME: **WATER MANAGEMENT SERVICES, INC**

<b>YEAR OF REPORT</b> December 31, 2011
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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)	\$ <u>(356,084)</u>
Reconciling items for the year:		
Taxable income not reported on books:		
Net Additions to CIAC	F-22	(75,447)
Deductions recorded on books not deducted for return:		
Life Insurance, Key Man	W-10	12,015
Penalties/Fines	F-3 (6)	15,344
Income recorded on books not included in return:		
Deduction on return not charged against book income:		
Federal tax net income		\$ <u>(404,172)</u>

Computation of tax : No Tax Due because of Net Operating Loss Carry forwards from prior years.

**WATER  
OPERATION  
SECTION**



UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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	W-4(b)	\$ 9,035,663
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	W-6(b)	<u>3,634,516</u>
110	Accumulated Amortization	F-8	<u>0</u>
271	Contributions in Aid of Construction	W-7	<u>3,410,303</u>
252	Advances for Construction	F-20	<u>10,430</u>
Subtotal			\$ <u>1,980,414</u>
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 1,565,530
Subtotal			\$ <u>3,545,944</u>
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	<u>0</u>
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	<u>0</u>
	Working Capital Allowance (3)		
	Other (Specify): Negative WCAP set to 0		
WATER RATE BASE			\$ <u>3,545,944</u>
WATER OPERATING INCOME		W-3	\$ <u>58,938</u>
ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)			<u><u>1.66%</u></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:

WATER MANAGEMENT SERVICES, INC

**YEAR OF REPORT**

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SYSTEM NAME / COUNTY :

Franklin

**WATER OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
	<b>UTILITY OPERATING INCOME</b>		
400	Operating Revenues	W-9	\$ 1,384,769
469	Less: Guaranteed Revenue and AFPI	W-9	123
	Net Operating Revenues		\$ 1,384,646
401	Operating Expenses	W-10(a)	\$ 1,026,060
403	Depreciation Expense	W-6(a)	268,884
	Less: Amortization of CIAC	W-8(a)	97,128
	Net Depreciation Expense		\$ 171,756
406	Amortization of Utility Plant Acquisition Adjustment	F-7	0
407	Amortization Expense (Other than CIAC)	F-8	14,298
408.10	Taxes Other Than Income		
	Utility Regulatory Assessment Fee		62,315
408.11	Property Taxes		13,561
408.12	Payroll Taxes		33,993
408.13	Other Taxes and Licenses		3,725
408	Total Taxes Other Than Income		\$ 113,594
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		\$ 1,325,707
	Utility Operating Income		\$ 58,939
469	Add Back:		
	Guaranteed Revenue (and AFPI)	W-9	\$ 123
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		541
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ 59,603

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UTILITY NAME: **WATER MANAGEMENT SERVICES, INC**

SYSTEM NAME / COUNTY : **Franklin**

**WATER UTILITY PLANT ACCOUNTS**

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ 0	\$	\$	\$ 0
302	Franchises				0
303	Land and Land Rights	87,594			87,594
304	Structures and Improvements	356,329			356,329
305	Collecting and Impounding Reservoirs				0
306	Lake, River and Other Intakes				0
307	Wells and Springs	405,021			405,021
308	Infiltration Galleries and Tunnels				0
309	Supply Mains	3,984,508			3,984,508
310	Power Generation Equipment	113,061			113,061
311	Pumping Equipment	224,689	60,156	38,180	246,665
320	Water Treatment Equipment	78,043	2,485	1,319	79,209
330	Distribution Reservoirs and Standpipes	362,073			362,073
331	Transmission and Distribution Mains	2,425,852			2,425,852
333	Services	239,451	3,916		243,367
334	Meters and Meter Installations	213,366	3,552	5,086	211,832
335	Hydrants	169,516	13,678		183,194
336	Backflow Prevention Devices				0
339	Other Plant Miscellaneous Equipment	0			0
340	Office Furniture and Equipment	81,550	382		81,932
341	Transportation Equipment	60,725	0	30,413	30,312
342	Stores Equipment				0
343	Tools, Shop and Garage Equipment	36,743	139		36,882
344	Laboratory Equipment				0
345	Power Operated Equipment	64,551			64,551
346	Communication Equipment				0
347	Miscellaneous Equipment				0
348	Other Tangible Plant				0
<b>TOTAL WATER PLANT</b>		<b>\$ 8,903,072</b>	<b>\$ 84,308</b>	<b>\$ 74,998</b>	<b>\$ 8,912,382</b>

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

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

**YEAR OF REPORT**

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SYSTEM NAME / COUNTY :

Franklin

**WATER UTILITY PLANT MATRIX**

ACCT. NO. (a)	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	\$ 0	\$	\$	\$	\$	\$
302	Franchises	0					
303	Land and Land Rights	87,594		40,271	5,000	20,151	22,173
304	Structures and Improvements	356,329		30,847	134,955	0	190,527
305	Collecting and Impounding Reservoirs	0		0			
306	Lake, River and Other Intakes	0					
307	Wells and Springs	405,021		405,021			
308	Infiltration Galleries and Tunnels	0					
309	Supply Mains	3,984,508		3,984,508			
310	Power Generation Equipment	113,061		113,061			
311	Pumping Equipment	246,665		246,665	0	0	
320	Water Treatment Equipment	79,209			79,209		
330	Distribution Reservoirs and Standpipes	362,073				362,073	
331	Transmission and Distribution Mains	2,425,852				2,425,852	
333	Services	243,367				243,367	
334	Meters and Meter Installations	211,832				211,832	
335	Hydrants	183,194				183,194	
336	Backflow Prevention Devices	0					
339	Other Plant Miscellaneous Equipment	0					
340	Office Furniture and Equipment	81,932					81,932
341	Transportation Equipment	30,312					30,312
342	Stores Equipment	0					
343	Tools, Shop and Garage Equipment	36,882					36,882
344	Laboratory Equipment	0					
345	Power Operated Equipment	64,551					64,551
346	Communication Equipment	0					
347	Miscellaneous Equipment	0					
348	Other Tangible Plant	0					
<b>TOTAL WATER PLANT</b>		<b>\$ 8,912,382</b>	<b>\$ 0</b>	<b>\$ 4,820,373</b>	<b>\$ 219,164</b>	<b>\$ 3,446,469</b>	<b>\$ 426,376</b>

UTILITY NAME: **WATER MANAGEMENT SERVICES, INC**

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	16		6.25%
343	Tools, Shop and Garage Equipment			
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

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**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	\$ 116,500	\$ 9,642	\$	\$ 9,642
305	Collecting and Impounding Reservoirs				0
306	Lake, River and Other Intakes				0
307	Wells and Springs	203,005	11,949		11,949
308	Infiltration Galleries and Tunnels				0
309	Supply Mains	991,588	128,282		128,282
310	Power Generation Equipment	84,873	2,243		2,243
311	Pumping Equipment	167,127	10,810	(29,597)	(18,787)
320	Water Treatment Equipment	42,709	2,371		2,371
330	Distribution Reservoirs and Standpipes	251,569	10,729		10,729
331	Transmission and Distribution Mains	1,043,581	59,286		59,286
333	Services	151,302	6,633		6,633
334	Meters and Meter Installations	159,005	5,394		5,394
335	Hydrants	74,543	4,169		4,169
336	Backflow Prevention Devices				0
339	Other Plant Miscellaneous Equipment				0
340	Office Furniture and Equipment	45,685	5,112		5,112
341	Transportation Equipment	25,285	5,069		5,069
342	Stores Equipment				0
343	Tools, Shop and Garage Equipment	19,199	1,815		1,815
344	Laboratory Equipment				0
345	Power Operated Equipment	37,377	5,379		5,379
346	Communication Equipment				0
347	Miscellaneous Equipment				0
348	Other Tangible Plant				0
<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>		<b>\$ 3,413,348</b>	<b>268,884</b>	<b>(29,597)</b>	<b>239,287</b>

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

\* PSC Adjustment Capitalized Repairs

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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SYSTEM NAME / COUNTY : Franklin

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

ACCT. NO. (a)	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i) (j)	BALANCE AT END OF YEAR (c+f-j) (k)
304	Structures and Improvements	\$ _____	\$ _____	\$ _____	\$ 0	\$ 126,142
305	Collecting and Impounding Reservoirs	_____	_____	_____	0	0
306	Lake, River and Other Intakes	_____	_____	_____	0	0
307	Wells and Springs	_____	_____	_____	0	214,954
308	Infiltration Galleries and Tunnels	_____	_____	_____	0	0
309	Supply Mains	_____	_____	_____	0	1,119,870
310	Power Generation Equipment	_____	_____	_____	0	87,116
311	Pumping Equipment	_____	_____	_____	0	148,340
320	Water Treatment Equipment	360	_____	_____	360	44,721
330	Distribution Reservoirs and Standpipes	_____	_____	_____	0	262,298
331	Transmission and Distribution Mains	_____	_____	_____	0	1,102,867
333	Services	_____	_____	_____	0	157,935
334	Meters and Meter Installations	5,086	_____	_____	5,086	159,313
335	Hydrants	_____	_____	_____	0	78,712
336	Backflow Prevention Devices	_____	_____	_____	0	0
339	Other Plant Miscellaneous Equipment	_____	_____	_____	0	0
340	Office Furniture and Equipment	_____	_____	_____	0	50,798
341	Transportation Equipment	_____	_____	12,672	12,672	17,682
342	Stores Equipment	_____	_____	_____	0	0
343	Tools, Shop and Garage Equipment	_____	_____	_____	0	21,014
344	Laboratory Equipment	_____	_____	_____	0	0
345	Power Operated Equipment	_____	_____	_____	0	42,756
346	Communication Equipment	_____	_____	_____	0	0
347	Miscellaneous Equipment	_____	_____	_____	0	0
348	Other Tangible Plant	_____	_____	_____	0	0
<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>		\$ <u>5,446</u>	\$ <u>0</u>	\$ <u>12,672</u>	\$ <u>18,118</u>	\$ <u>3,634,516</u>



UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

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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	7	\$ 845	\$ 5,915
Plant Capacity - Various	1	800	800
Plant Capacity - Various	1	1,449	1,449
Plant Capacity - Various	1	604	604
Plant Capacity - Various	1	1,207	1,207
Plant Capacity - Various	1	1,207	1,207
Plant Capacity - Various	1	587	587
Plant Capacity - Various	1	443	443
Plant Capacity - Various	1	362	362
Meter Installation	9	250	2,250
Main Extension	7	525	3,675
Main Extension - Various	1	900	900
Main Extension - Various	1	375	375
Main Extension - Various	1	750	750
Main Extension - Various	1	750	750
Main Extension - Various	1	182	182
Main Extension - Various	1	225	225
<b>Total Credits</b>			<b>\$ 21,681</b>

**ACCUMULATED AMORTIZATION OF WATER CONTRIBUTIONS IN AID OF CONSTRUCTION**

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 1,468,402
Debits during the year:	
Accruals charged to Account 272	\$ 97,128
Other debits (specify):	
_____	_____
_____	_____
<b>Total debits</b>	<b>\$ 97,128</b>
Credits during the year (specify):	
_____	\$ _____
_____	_____
<b>Total credits</b>	<b>\$ 0</b>
<b>Balance end of year</b>	<b>\$ 1,565,530</b>



UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

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SYSTEM NAME / COUNTY :

Franklin

**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	1,687	1,698	1,112,839
461.2	Sales to Commercial Customers	86	88	165,066
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities	2	2	43,779
461.5	Sales Multiple Family Dwellings	33	31	57,542
Total Metered Sales		1,808	1,819	\$ 1,379,225
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		1,808	1,819	\$ 1,379,225
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$ 123
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			5,421
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
Total Other Water Revenues				\$ 5,544
Total Water Operating Revenues				\$ 1,384,769

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

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

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SYSTEM NAME / COUNTY :

Franklin

**WATER UTILITY EXPENSE ACCOUNT MATRIX**

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	\$ 322,216	\$ 27,006	\$ 22,225
603	Salaries and Wages - Officers, Directors and Majority Stockholders	104,785	8,732	8,732
604	Employee Pensions and Benefits	107,671	3,576	3,576
610	Purchased Water	0	0	
615	Purchased Power	65,810	18,767	
616	Fuel for Power Production	5,802	5,802	
618	Chemicals	12,562	0	0
620	Materials and Supplies	15,475	915	915
631	Contractual Services-Engineering	27,170	9,057	0
632	Contractual Services - Accounting	11,181	0	0
633	Contractual Services - Legal	9,775	0	0
634	Contractual Services - Mgt. Fees	0	0	0
635	Contractual Services - Testing	6,270	3,135	0
636	Contractual Services - Other	63,649	0	0
641	Rental of Building/Real Property	19,891	0	0
642	Rental of Equipment	33,616	0	12,886
650	Transportation Expenses	41,734	5,362	5,362
656	Insurance - Vehicle	6,981	1,163	1,163
657	Insurance - General Liability	26,001	3,516	3,516
658	Insurance - Workman's Comp.	5,176	731	731
659	Insurance - Other	5,162	1,721	0
660	Advertising Expense	270		
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	57,295		
667	Regulatory Commission Exp.-Other	0	0	0
668	Water Resource Conservation Exp.	0		
670	Bad Debt Expense	185		
675	Miscellaneous Expenses	77,384	9,694	9,694
Total Water Utility Expenses		\$ 1,026,060	\$ 99,178	\$ 68,800

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

SYSTEM NAME / COUNTY :

Franklin

**WATER UTILITY 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)
\$ 33,610	\$ 22,226	\$ 28,324	\$ 35,254	\$	\$ 153,570
8,732	8,732	8,732	8,733	0	52,392
3,576	3,576	3,576	3,574		86,217
44,776		154		0	2,113
0		0		0	0
12,562	0	0	0		
915	915	915	917	4,159	5,824
9,057	0	9,056	0	0	0
0	0	0	0	0	11,181
0	0	0	0	0	9,775
0	0	0	0	0	0
3,135	0	0	0	0	0
0	30,496	0	30,495	0	2,658
0	0	0	0	0	19,891
0	0	0	20,580	150	0
5,362	5,362	5,362	5,359	0	9,565
1,163	1,163	1,163	1,166	0	0
3,516	3,516	3,516	3,516	0	4,905
731	731	731	731	0	790
1,721	0	1,720	0	0	0
					270
0	0	0	0	0	57,295
				185	0
9,694	9,694	9,694	9,691	6,122	13,101
\$ 138,550	\$ 86,410	\$ 72,943	\$ 120,016	\$ 10,616	\$ 429,548

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

**YEAR OF REPORT**

December 31, 2011

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	9,625	1,740	7,885	7,306
February	0	8,635	1,438	7,197	6,701
March	0	12,529	1,887	10,642	8,653
April	0	14,165	1,273	12,892	14,286
May	0	17,912	1,927	15,985	13,317
June	0	23,193	1,484	21,709	20,252
July	0	25,163	1,649	23,514	24,708
August	0	20,378	1,344	19,034	16,594
September	0	18,977	1,296	17,681	16,895
October	0	16,572	1,714	14,858	11,492
November	0	13,252	1,962	11,290	8,787
December	0	11,355	1,389	9,966	10,779
Total for Year	0	191,756	19,103	172,653	159,770

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

**SOURCE OF SUPPLY**

List for each source of supply:	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
		<b>2,160,000</b>	

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

**YEAR OF REPORT**

December 31, 2011

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

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

<b>YEAR OF REPORT</b> December 31, 2011
--

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	1,698	1,698
5/8"	Displacement	1.0	68	68
3/4"	Displacement	1.5	4	6
1"	Displacement	2.5	30	75
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		
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				<u>2,057</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:  

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

ERC Calculation:

$$159,770,000 \text{ total gallons} / 365 / 350 \text{ GPD} / ERC = 1251 \text{ ERCs}$$

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

SYSTEM NAME / COUNTY: Franklin

**OTHER WATER SYSTEM INFORMATION**

Furnish information below for each system. A separate page should be supplied where necessary.

1. Present ERCs \* the system can efficiently serve. 2125
2. Maximum number of ERCs \* which can be served. 2125
3. Present system connection capacity (in ERCs \*) using existing lines. 2125
4. Future connection capacity (in ERCs \*) upon service area buildout. 3389
5. Estimated annual increase in ERCs \*. 56
6. Is the utility required to have fire flow capacity? No  
 If so, how much capacity is required? N/A
7. Attach a description of the fire fighting facilities. Ground storage, pumping, looped mains, 140 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 - 7/1/14
9. When did the company last file a capacity analysis report with the DEP? 24-Sep-99
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

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

# **WASTEWATER OPERATING SECTION**

**Note:** This utility is a water only service; therefore, Pages S-1 through S-13 have been omitted from this report.