

CLASS "A" OR "B"

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

ANNUAL REPORT

OF

WS236-12-AR

WATER MANAGEMENT SERVICES, INC

Exact Legal Name of Respondent

302W

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION
13 APR 30 PM 4:00
DIVISION OF
ACCOUNTING & FINANCE

FOR THE

YEAR ENDED DECEMBER 31, 2012

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

CERTIFICATION OF ANNUAL REPORT

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

- | | |
|---|---|
| <p>YES
<input checked="" type="checkbox"/> X</p> <p>NO
<input type="checkbox"/></p> | <p>1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.</p> |
| <p>YES
<input checked="" type="checkbox"/> X</p> <p>NO
<input type="checkbox"/></p> | <p>2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.</p> |
| <p>YES
<input checked="" type="checkbox"/> X</p> <p>NO
<input type="checkbox"/></p> | <p>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.</p> |
| <p>YES
<input checked="" type="checkbox"/> X</p> <p>NO
<input type="checkbox"/></p> | <p>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.</p> |

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

1.	2.	3.	4.
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, 2012
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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:

<u>Barbara S. Withers, CPA</u>	<u>Contact information shown on E-3</u>
<u>Jeanne Allen, CPA</u>	<u>Contact information shown on E-3</u>
<u>Les Thomas, P.E.</u>	<u>Contact information shown on E-3</u>

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

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.	<u>St. George Island Utility Co., Ltd.</u>	<u>94.44%</u>
2.	<u>T.E. Bronson</u>	<u>5.56%</u>
3.	<u> </u>	<u> </u>
4.	<u> </u>	<u> </u>
5.	<u> </u>	<u> </u>
6.	<u> </u>	<u> </u>
7.	<u> </u>	<u> </u>
8.	<u> </u>	<u> </u>
9.	<u> </u>	<u> </u>
10.	<u> </u>	<u> </u>

**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
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 3837 A Killearn Center Ct Tallahassee, FL 32309 (850)893-4080	CPA		Accounting and Tax
Jeanne Allen 2075 Centre Pointe Blvd Ste. 200 Tallahassee, FL 32308 (850)878-6189	CPA		Accounting and Tax
Les Thomas, P.E. 3640 Pointview Circle Gainesville, GA 30506 (678)677-6420	Engineer		Engineering

(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 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, and a partial new supply main. 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, and 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. A PAA order was issued on August 11, 2012. That order was protested by The Office of Public Counsel, and a final hearing was held on January 16 and 17, 2013. No final order has been issued as of the date of this report.

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

PARENT / AFFILIATE ORGANIZATION CHART

Current as of 12/31/12

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%	\$ 98,407
Sandra Chase	Vice President	100%	62,734

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

YEAR OF REPORT December 31, 2012
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BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)

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

- | | |
|--|--|
| <p>1. Enter in this part all transactions relating to the purchase, sale, or transfer of assets.</p> <p>2. Below are examples of some types of transactions to include:</p> <ul style="list-style-type: none"> -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 | <p>3. The columnar instructions follow:</p> <ul style="list-style-type: none"> (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)
Not Applicable		\$ _____	\$ _____	\$ _____	\$ _____

**FINANCIAL
SECTION**

**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	\$ 9,035,663	\$ 9,046,753
108-110	Less: Accumulated Depreciation and Amortization	F-8	3,634,516	3,722,582
Net Plant			\$ 5,401,147	\$ 5,324,171
114-115	Utility Plant Acquisition adjustment (Net)	F-7	_____	0
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 5,401,147	\$ 5,324,171
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property	F-9	\$ 1,141,166	\$ 1,141,166
122	Less: Accumulated Depreciation and Amortization		0	
Net Nonutility Property			\$ 1,141,166	\$ 1,141,166
123	Investment in Associated Companies	F-10	1,215,075	1,215,075
124	Utility Investments	F-10	0	0
125	Other Investments	F-10	0	0
126-127	Special Funds	F-10	0	0
Total Other Property & Investments			\$ 2,356,241	\$ 2,356,241
CURRENT AND ACCRUED ASSETS				
131	Cash		\$ (18,585)	\$ (3,220)
132	Special Deposits	F-9	0	98,654
133	Other Special Deposits	F-9	0	0
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	97,252	116,893
145	Accounts Receivable from Associated Companies	F-12	0	25,993
146	Notes Receivable from Associated Companies	F-12	0	0
151-153	Material and Supplies			
161	Stores Expense			
162	Prepayments		31,726	61,555
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			\$ 110,393	\$ 299,876

* Not Applicable for Class B Utilities

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT December 31, 2012
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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	\$ 77,126	\$ 74,835
182	Extraordinary Property Losses	F-13	0	0
183	Preliminary Survey & Investigation Charges		36,125	32,400
184	Clearing Accounts			
185 *	Temporary Facilities			
186	Miscellaneous Deferred Debits	F-14	305,525	247,553
187 *	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes			
	Total Deferred Debits		\$ 418,776	\$ 354,788
	TOTAL ASSETS AND OTHER DEBITS		\$ 8,286,557	\$ 8,335,076

* 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, 2012

**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	0	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	(2,162,911)	(2,385,710)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			\$ (2,641,459)	\$ (2,864,258)
LONG TERM DEBT				
221	Bonds	F-15	0	0
222 *	Reacquired Bonds		0	0
223	Advances from Associated Companies	F-17	0	0
224	Other Long Term Debt	F-17	5,265,026	8,026,617
Total Long Term Debt			\$ 5,265,026	\$ 8,026,617
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		636,849	634,882
232	Notes Payable	F-18	2,934,296	266,158
233	Accounts Payable to Associated Companies	F-18	3,621	0
234	Notes Payable to Associated Companies	F-18	0	0
235	Customer Deposits		110,433	280,496
236	Accrued Taxes	W/S-3	88,741	87,961
237	Accrued Interest	F-19	33,159	80,539
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20	687	13,041
Total Current & Accrued Liabilities			\$ 3,807,788	\$ 1,363,076

* Not Applicable for Class B Utilities

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

YEAR OF REPORT

December 31, 2012

**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	F-13	\$ 0	\$ 0
252	Advances For Construction	F-20	10,430	9,230
253	Other Deferred Credits	F-21	0	0
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits			\$ <u>10,430</u>	\$ <u>9,230</u>
OPERATING RESERVES				
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>
CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions in Aid of Construction	F-22	\$ 3,410,303	\$ 3,464,146
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	(1,565,530)	(1,663,736)
Total Net CIAC			\$ <u>1,844,773</u>	\$ <u>1,800,410</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			\$ <u>0</u>	\$ <u>0</u>
TOTAL EQUITY CAPITAL AND LIABILITIES			\$ <u>8,286,557</u>	\$ <u>8,335,076</u>

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)	\$ 1,384,769	\$ 1,363,091
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)	123	982
Net Operating Revenues			\$ 1,384,646	\$ 1,362,109
401	Operating Expenses	F-3(b)	\$ 1,026,060	\$ 953,848
403	Depreciation Expense:	F-3(b)	\$ 268,884	\$ 271,955
	Less: Amortization of CIAC	F-22	97,128	98,206
Net Depreciation Expense			\$ 171,756	\$ 173,749
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)	0	0
407	Amortization Expense (Other than CIAC)	F-3(b)	14,298	14,992
408	Taxes Other Than Income	W/S-3	113,594	108,673
409	Current Income Taxes	W/S-3	0	0
410.1	Deferred Federal Income Taxes	W/S-3	0	0
410.11	Deferred State Income Taxes	W/S-3	0	0
411.1	Provision for Deferred Income Taxes - Credit	W/S-3	0	0
412.1	Investment Tax Credits Deferred to Future Periods	W/S-3	0	0
412.11	Investment Tax Credits Restored to Operating Income	W/S-3	0	0
Utility Operating Expenses			\$ 1,325,707	\$ 1,251,262
Net Utility Operating Income			\$ 58,939	\$ 110,846
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	123	982
413	Income From Utility Plant Leased to Others		0	0
414	Gains (losses) From Disposition of Utility Property		541	(7,163)
420	Allowance for Funds Used During Construction		0	0
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ 59,603	\$ 104,665

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

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)
\$ <u>1,363,091</u> 982	\$ <u>0</u> 0	\$ _____
\$ <u>1,362,109</u>	\$ <u>0</u>	\$ <u>0</u>
\$ <u>953,848</u>	\$ <u>0</u>	\$ _____
<u>271,955</u> <u>98,206</u>	<u>0</u> <u>0</u>	_____
\$ <u>173,749</u>	\$ <u>0</u>	\$ <u>0</u>
<u>0</u> <u>14,992</u> <u>108,673</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u>	<u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u> <u>0</u>	_____ _____ _____ _____ _____ _____ _____ _____ _____ _____
\$ <u>1,251,262</u>	\$ <u>0</u>	\$ <u>0</u>
\$ <u>110,846</u>	\$ <u>0</u>	\$ <u>0</u>
<u>982</u> <u>0</u> <u>(7,163)</u> <u>0</u>	<u>0</u> <u>0</u> <u>0</u> <u>0</u>	_____ _____ _____ _____
\$ <u><u>104,665</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>

* 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)]			\$ 59,603	\$ 104,665
OTHER INCOME AND DEDUCTIONS				
415	Revenues-Merchandising, Jobbing, and Contract Deductions		\$ _____	\$ _____
416	Costs & Expenses of Merchandising Jobbing, and Contract Work		_____	_____
419	Interest and Dividend Income		781	727
421	Nonutility Income		_____	(1,159)
426	Miscellaneous Nonutility Expenses		(49,096)	(87,854)
Total Other Income and Deductions			\$ (48,315)	\$ (88,285)
TAXES APPLICABLE TO OTHER INCOME				
408.2	Taxes Other Than Income		\$ _____	\$ 0
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
INTEREST EXPENSE				
427	Interest Expense	F-19	\$ 314,745	\$ 351,052
428	Amortization of Debt Discount & Expense	F-13	52,627	49,713
429	Amortization of Premium on Debt	F-13	_____	0
Total Interest Expense			\$ 367,372	\$ 400,765
EXTRAORDINARY ITEMS				
433	Extraordinary Income		\$ _____	\$ _____
434	Extraordinary Deductions		_____	_____
409.3	Income Taxes, Extraordinary Items		_____	_____
Total Extraordinary Items			\$ 0	\$ 0
NET INCOME			<u>\$ (356,084)</u>	<u>\$ (384,386)</u>

Explain Extraordinary Income:

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	\$ 8,929,847	\$ 0
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-8	<u>3,722,582</u>	<u>0</u>
110	Accumulated Amortization	F-8	<u>0</u>	<u>0</u>
271	Contributions in Aid of Construction	F-22	<u>3,464,146</u>	<u>0</u>
252	Advances for Construction	F-20	<u>9,230</u>	
Subtotal			\$ <u>1,733,889</u>	\$ <u>0</u>
272	Add:			
	Accumulated Amortization of Contributions in Aid of Construction	F-22	1,663,736	0
Subtotal			\$ <u>3,397,625</u>	\$ <u>0</u>
114	Plus or Minus:			
	Acquisition Adjustments (2)	F-7	<u>0</u>	<u>0</u>
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	<u>0</u>	<u>0</u>
	Working Capital Allowance (3)		<u>0</u>	<u>0</u>
	Other (Specify):			
	Negative WCAP set to 0			
RATE BASE			\$ <u>3,397,625</u>	\$ <u>0</u>
NET UTILITY OPERATING INCOME			\$ <u>110,846</u>	\$ <u>0</u>
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			<u>3.26%</u>	<u>0.00%</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

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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	\$ (2,858,258)	\$ _____	\$ _____	\$ (2,858,258)	\$ _____	\$ _____ 0
Preferred Stock	_____	_____	_____	_____	_____	_____ 0
Long & Short Term Debt	8,239,385	_____	_____	_____	3,397,625	4,841,760
Customer Deposits	113,639	_____	_____	_____	_____	113,639
Tax Credits - Zero Cost	_____	_____	_____	_____	_____	_____ 0
Tax Credits - Weighted Cost	_____	_____	_____	_____	_____	_____ 0
Deferred Inc. Taxes	_____	_____	_____	_____	_____	_____ 0
Other (Explain)	_____	_____	_____	_____	_____	_____ 0
Total	\$ 5,494,766	\$ 0	\$ 0	\$ (2,858,258)	\$ 3,397,625	\$ 4,955,399

(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 and reconcile to rate base 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	\$ 8,929,847	\$ 0	\$	\$ 8,929,847
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	116,906			116,906
106	Completed Construction Not Classified				0
	Total Utility Plant	\$ 9,046,753	\$ 0	\$ 0	\$ 9,046,753

**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
	Total Plant Acquisition Adjustments	\$ 0	\$ 0	\$ 0	\$ 0
115	Accumulated Amortization	\$	\$	\$	\$ 0
	N/A				0
					0
					0
	Total Accumulated Amortization	\$ 0	\$ 0	\$ 0	\$ 0
	Net Acquisition Adjustments	\$ 0	\$ 0	\$ 0	\$ 0

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

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

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACCUMULATED DEPRECIATION				
Account 108				
Balance first of year	\$ 3,634,516	\$	\$	\$ 3,634,516
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$	\$	\$	\$ 0
Account 108.2 (2)	151,846			151,846
Account 108.3 (2)	6,464			6,464
Other Accounts (specify): Account 108.4	92,318			92,318
Account 108.5	21,327			21,327
Meter Cap	2,227			2,227
Salvage				0
Other Credits (Specify): 2010 Deprec	3,183			3,183
PSC Adj - 2010 Deprec	446			446
Total Credits	\$ 277,811	\$ 0	\$ 0	\$ 277,811
Debits during year:				
Book cost of plant retired	186,942			186,942
Cost of Removal				0
Other Debits (specify):				0
Retire Split Case	2,803			2,803
Total Debits	\$ 189,745	\$ 0	\$ 0	\$ 189,745
Balance end of year	\$ <u>3,722,582</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>3,722,582</u>
ACCUMULATED AMORTIZATION				
Account 110				
Balance first of year	\$ 114,176	\$	\$	\$ 114,176
Credit during year:				
Accruals charged to:				
Account 110	\$ 3,600	\$	\$	\$ 3,600
Account 110.6	31,130			31,130
Other Accounts (specify): 110.7	57,295			57,295
Account 110.10	14,298			14,298
Total credits	\$ 106,323	\$ 0	\$ 0	\$ 106,323
Debits during year:				
Book cost of plant retired				0
Reclass Accum. Amort.	(120,716)			(120,716)
PSC Adj - Bridge/Main Loss	1,747			1,747
Total Debits	\$ (118,969)	\$ 0	\$ 0	\$ (118,969)
Balance end of year	\$ <u>339,468</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>339,468</u>

- (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 100104-WU	\$ 938	666 .80	\$ 57,295
Docket 110200-WU	139,115	666 .80	31,130
Total	\$ 140,053		\$ 88,425

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	\$ 815,366		\$	\$ 815,366
Non-Utility Land	325,800			325,800
				0
				0
Total Nonutility Property	\$ 1,141,166	\$ 0	\$ 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):	
Citizens State Bank Reserve 1	\$ 75026
Citizens State Bank Reserve 2	23629
Total Special Deposits	\$ 98654
OTHER SPECIAL DEPOSITS (Account 133):	
N/A	\$
Total Other Special Deposits	\$ 0

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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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): Brown Management Group, Inc	\$ _____	\$ 1,215,075
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Investment in Associated Companies		\$ <u>1,215,075</u>
UTILITY INVESTMENTS (Account 124): N/A	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Utility Investment		\$ <u>0</u>
OTHER INVESTMENTS (Account 125): N/A	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Other Investment		\$ <u>0</u>
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): N/A		\$ _____
_____		_____
_____		_____
_____		_____
_____		_____
Total Special Funds		\$ <u>0</u>

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	\$ 145,893	
Wastewater		
Other		
Total Customer Accounts Receivable		\$ 145,893
OTHER ACCOUNTS RECEIVABLE (Account 142):		
	\$ 0	
Total Other Accounts Receivable		\$ 0
NOTES RECEIVABLE (Account 144):		
	\$	
Total Notes Receivable		\$ 0
Total Accounts and Notes Receivable		\$ 145,893
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Account 143)		
Balance first of year	\$ 28,425	
Add: Provision for uncollectibles for current year	\$ 994	
Collection of accounts previously written off	(419)	
Utility Accounts		
Others		
Total Additions		\$ 575
Deduct accounts written off during year:		
Utility Accounts		
Others		
Total accounts written off		\$ 0
Balance end of year		\$ 29,000
TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET		\$ 116,893

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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

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

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Account 181):		
DEP - SRF Loan	\$ 7,347	\$ 69,701
Centennial - Loan (\$2,393 relates to Loan Fees. and \$39,258 relates to Life Ins)	41,651	5,097
FMB - Backhoe Loan	303	0
FMB - Lot Loan	2	15
FCCU - GMC Loan	21	22
FMB - W Cap	389	0
Total Unamortized Debt Discount and Expense	\$ <u>49,713</u>	\$ <u>74,835</u>
UNAMORTIZED PREMIUM ON DEBT (Account 251):		
N/A	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
Total Unamortized Premium on Debt	\$ <u>0</u>	\$ <u>0</u>

**EXTRAORDINARY PROPERTY LOSSES
ACCOUNT 182**

Report each item separately.

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

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 Rate Case - Appeal	\$ 0	\$ 0
186.06 Deferred Rate Case - 2010 TY	31,130	168,560
186.07 Deferred Rate Case - 2009 TY	57,295	76,610
Total Deferred Rate Case Expense	\$ <u>88,425</u>	\$ <u>245,170</u>
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):		
186.20 Deferred Loss on Bridge Supply Main	\$ 12,551	\$ 2,383
Total Other Deferred Debits	\$ <u>12,551</u>	\$ <u>2,383</u>
REGULATORY ASSETS (Class A Utilities: Account. 186.3):		
	\$ 0	\$ 0
Total Regulatory Assets	\$ <u>0</u>	\$ <u>0</u>
TOTAL MISCELLANEOUS DEFERRED DEBITS	\$ <u>100,976</u>	\$ <u>247,553</u>

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT
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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	%	\$ 10,000
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			\$ <u>0</u>

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT
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STATEMENT OF RETAINED EARNINGS

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

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings: Balance Beginning of Year	\$ (2,162,912)
439	Changes to Account: Adjustments to Retained Earnings (requires Commission approval prior to use): Credits: <u>SEE ATTACHED EXHIBIT A</u>	\$ <u>356,547</u>
	Total Credits:	\$ 356,547
	Debits: <u>SEE ATTACHED EXHIBIT A</u>	\$ <u>194,959</u>
	Total Debits:	\$ 194,959
435	Balance Transferred from Income	\$ (384,386)
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	\$ <u>(2,385,710)</u>
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end): _____	_____
214	Total Appropriated Retained Earnings	\$ 0
	Total Retained Earnings	\$ <u>(2,385,710)</u>
Notes to Statement of Retained Earnings:		

WATER MANAGEMENT SERVICES, INC.
RETAINED EARNINGS ANALYSIS
2012

	DEBITS	CREDITS	NET	ACCUM CHG
BEGINNING BALANCE 12/31/11				(2,162,912)
PSC ADJ-2009 GAIN ON SALE	(48,408.00)	48,408.00	0.00	(2,162,911.85)
PSC ADJ-2010 GAIN ON SALE	(1,159.00)	1,159.00	0.00	(2,162,911.85)
PSC ADJ-2011 GAIN ON SALE	(1,159.00)	1,159.00	0.00	(2,162,911.85)
PSC ADJ-12.5% TO AFFILIATES-2009	(34,469.00)	34,469.00	0.00	(2,162,911.85)
PSC ADJ-12.5% TO AFFILIATES-2010	(45,363.04)	45,363.04	0.00	(2,162,911.85)
PSC ADJ-12.5% TO AFFILIATES-2011	(22,958.05)	22,958.05	0.00	(2,162,911.85)
PSC ADJ-CONDO DUES-2009	(1,960.00)	1,960.00	0.00	(2,162,911.85)
PSC ADJ-LIFE INSURANCE-2009	(12,015.00)	12,015.00	0.00	(2,162,911.85)
PSC ADJ-LIFE INSURANCE-2010	(12,015.00)	12,015.00	0.00	(2,162,911.85)
PSC ADJ-CHANGE AMOUNT-GAIN ON DISPOSAL OF BRIDGE/MAIN	(9,597.52)		(9,597.52)	(2,172,509.37)
PSC ADJ-CAPITALIZED LIGHTNING STRIKE EXPENSED		9,320.14	9,320.14	(2,163,189.23)
PSC ADJ-REWOUND DRIVE NOT RETIRED		3,426.00	3,426.00	(2,159,763.23)
PSC ADJ-DEPREC ON DRIVE NOT RETIRED	(298.00)		(298.00)	(2,160,061.23)
PSC ADJ-DEPREC ON SPLIT CASE	(148.00)		(148.00)	(2,160,209.23)
TO CAPITALIZE 2009 EXPENSED METER PURCHASES		17,878.69	17,878.69	(2,142,330.54)
TO CAPITALIZE 2010 EXPENSED METER PURCHASES		7,376.55	7,376.55	(2,134,953.99)
TO CAPITALIZE 2011 EXPENSED METER PURCHASES		8,257.93	8,257.93	(2,126,696.06)
DEPRECIATION EXPENSE ON CAPITALIZED METER PURCHASES	(2,226.52)		(2,226.52)	(2,128,922.58)
TO CAPITALIZE OVERHEAD ON METER INSTALLATIONS		105,450.00	105,450.00	(2,023,472.58)
DEPRECIATION EXPENSE ON PSC ADJUSTMENTS	(3,182.84)		(3,182.84)	(2,026,655.42)
DISCOUNTS ON BILLS EXPENSED IN PRIOR YRS		25,331.22	25,331.22	(2,001,324.20)
	(194,959)	356,547		
ENDING BALANCE 12/31/12				(2,001,324)

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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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					
237.25 FMB - Lot Loan	\$ 1,482	427. 32	\$ 23,850	\$ 23,622	\$ 1,709
237.33 FCCU - GMC	50	427. 30	466	488	28
237.41 FMB - Backhoe	89	427. 30	1,030	1,080	38
237.XX FMB - W Capital	0	427. 20	68	68	(0)
237.60 DEP - SRF Loan	19,106	427. 31	154,420	113,995	59,532
237.65 Centennial Bank	12,432	427. 30	147,885	141,085	19,232
Total Account 237.1	\$ 33,159		\$ 327,719	\$ 280,339	\$ 80,539
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities					
Customer Deposits	\$ 0	427.40	\$ 7,977	\$ 7,977	\$
Vendors	0	427. 5	15,356	15,356	
Total Account 237.2	\$ 0		\$ 23,333	\$ 23,333	\$ 0
Total Account 237 (1)	\$ 33,159		\$ 351,052	\$ 303,672	\$ 80,539
INTEREST EXPENSED:					
Total accrual Account 237		237	\$ 351,052		
Less Capitalized Interest Portion of AFUDC:					
Net Interest Expensed to Account No. 427 (2)			\$ 351,052		

(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

YEAR OF REPORT December 31, 2012
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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	\$ 3,666
Accrued Payroll	9,375
Total Miscellaneous Current and Accrued Liabilities	\$ <u>13,041</u>

**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	\$ 10,430		\$ (1,200)		\$ 9,230
					0
					0
					0
					0
					0
					0
					0
					0
Total	\$ <u>10,430</u>		\$ <u>(1,200)</u>	\$ <u>0</u>	\$ <u>9,230</u>

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT December 31, 2012
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**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	WATER (W-7) (b)	WASTEWATER (S-7) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>3,410,303</u>	\$ <u>0</u>	\$ _____	\$ <u>3,410,303</u>
Add credits during year:	\$ <u>70,158</u>	\$ <u>0</u>	\$ _____	\$ <u>70,158</u>
Less debit charged during the year	\$ <u>16,315</u>	\$ <u>0</u>	\$ _____	\$ <u>16,315</u>
Total Contribution In Aid of Construction	\$ <u><u>3,464,146</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>3,464,146</u></u>

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

DESCRIPTION (a)	WATER (W-8(a)) (b)	WASTEWATER (S-8(a)) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>1,565,530</u>	\$ <u>0</u>	\$ _____	\$ <u>1,565,530</u>
Debits during the year:	\$ <u>98,206</u>	\$ <u>0</u>	\$ _____	\$ <u>98,206</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>1,663,736</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>1,663,736</u></u>

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT December 31, 2012
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RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES (UTILITY OPERATIONS)

- 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.
- 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>(384,386)</u>
Reconciling items for the year:		
Taxable income not reported on books:		
Net Additions to CIAC	F-22	(44,363)
Deductions recorded on books not deducted for return:		
Life Insurance, Key Man	W-10	1,830
Penalties/Fines	F-3 (6)	16,289
Income recorded on books not included in return:		
Deduction on return not charged against book income:		
Federal tax net income		\$ <u><u>(410,630)</u></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

YEAR OF REPORT
 December 31, 2012

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)	\$ 8,929,847
	Less:		
	Nonused and Useful Plant (1)		0
108	Accumulated Depreciation	W-6(b)	3,722,582
110	Accumulated Amortization	F-8	0
271	Contributions in Aid of Construction	W-7	3,464,146
252	Advances for Construction	F-20	9,230
Subtotal			\$ 1,733,889
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 1,663,736
Subtotal			\$ 3,397,625
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	0
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	0
	Working Capital Allowance (3)		
	Other (Specify): Negative WCAP set to 0		
WATER RATE BASE			\$ 3,397,625
WATER OPERATING INCOME		W-3	\$ 110,846
ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)			<u>3.26%</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

December 31, 2012

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	\$ 1,363,091
469	Less: Guaranteed Revenue and AFPI	W-9	982
	Net Operating Revenues		\$ 1,362,109
401	Operating Expenses	W-10(a)	\$ 953,848
403	Depreciation Expense	W-6(a)	271,955
	Less: Amortization of CIAC	W-8(a)	98,206
	Net Depreciation Expense		\$ 173,749
406	Amortization of Utility Plant Acquisition Adjustment	F-7	0
407	Amortization Expense (Other than CIAC)	F-8	14,992
408.10	Taxes Other Than Income		
	Utility Regulatory Assessment Fee		61,341
408.11	Property Taxes		10,382
408.12	Payroll Taxes		34,231
408.13	Other Taxes and Licenses		2,720
408	Total Taxes Other Than Income		\$ 108,673
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		\$ 1,251,262
	Utility Operating Income		\$ 110,846
469	Add Back:		
	Guaranteed Revenue (and AFPI)	W-9	\$ 982
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		(7,163)
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ 104,665

YEAR OF REPORT
December 31, 2012

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	385	364	356,350
305	Collecting and Impounding Reservoirs	0			0
306	Lake, River and Other Intakes	0			0
307	Wells and Springs	405,021			405,021
308	Infiltration Galleries and Tunnels	0			0
309	Supply Mains	3,984,508			3,984,508
310	Power Generation Equipment	113,061			113,061
311	Pumping Equipment	246,665	10,599	47,028	210,235
320	Water Treatment Equipment	79,209		27,479	51,730
330	Distribution Reservoirs and Standpipes	362,073	568		362,642
331	Transmission and Distribution Mains	2,425,852	1,800		2,427,652
333	Services	243,367	9,269		252,637
334	Meters and Meter Installations	211,832	190,847	102,179	300,500
335	Hydrants	183,194			183,194
336	Backflow Prevention Devices	0			0
339	Other Plant Miscellaneous Equipment	0			0
340	Office Furniture and Equipment	81,932	750	11,581	71,102
341	Transportation Equipment	30,312			30,312
342	Stores Equipment	0			0
343	Tools, Shop and Garage Equipment	36,882	155	8,278	28,759
344	Laboratory Equipment	0			0
345	Power Operated Equipment	64,551			64,551
346	Communication Equipment	0			0
347	Miscellaneous Equipment	0			0
348	Other Tangible Plant	0			0
TOTAL WATER PLANT		\$ 8,912,382	\$ 214,373	\$ 196,908	\$ 8,929,847

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

YEAR OF REPORT
December 31, 2012

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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	356,350		30,868	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	210,235		210,235	0	0	
320	Water Treatment Equipment	51,730			51,730		
330	Distribution Reservoirs and Standpipes	362,642				362,642	
331	Transmission and Distribution Mains	2,427,652				2,427,652	
333	Services	252,637				252,637	
334	Meters and Meter Installations	300,500				300,500	
335	Hydrants	183,194				183,194	
336	Backflow Prevention Devices	0					
339	Other Plant Miscellaneous Equipment	0					
340	Office Furniture and Equipment	71,102					71,102
341	Transportation Equipment	30,312					30,312
342	Stores Equipment	0					
343	Tools, Shop and Garage Equipment	28,759					28,759
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					
TOTAL WATER PLANT		\$ 8,929,847	\$ 0	\$ 4,783,965	\$ 191,685	\$ 3,546,775	\$ 407,422

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

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			
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			
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, 2012
--

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	\$ 126,142	\$ 9,642		\$ 9,642
305	Collecting and Impounding Reservoirs				0
306	Lake, River and Other Intakes				0
307	Wells and Springs	214,954	11,949		11,949
308	Infiltration Galleries and Tunnels				0
309	Supply Mains	1,119,870	128,282		128,282
310	Power Generation Equipment	87,116	2,243		2,243
311	Pumping Equipment	148,340	8,306	3,629	11,935
320	Water Treatment Equipment	44,721	2,375		2,375
330	Distribution Reservoirs and Standpipes	262,298	10,737		10,737
331	Transmission and Distribution Mains	1,102,867	59,307		59,307
333	Services	157,935	6,798		6,798
334	Meters and Meter Installations	159,313	11,156	2,227	13,383
335	Hydrants	78,712	4,321		4,321
336	Backflow Prevention Devices				0
339	Other Plant Miscellaneous Equipment				0
340	Office Furniture and Equipment	50,798	4,640		4,640
341	Transportation Equipment	17,682	5,052		5,052
342	Stores Equipment				0
343	Tools, Shop and Garage Equipment	21,014	1,768		1,768
344	Laboratory Equipment				0
345	Power Operated Equipment	42,756	5,379		5,379
346	Communication Equipment				0
347	Miscellaneous Equipment				0
348	Other Tangible Plant				0
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 3,634,516	271,955	5,855	277,810

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT
December 31, 2012

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	\$ 44	\$	\$	\$ 44	\$ 135,740
305	Collecting and Impounding Reservoirs				0	0
306	Lake, River and Other Intakes				0	0
307	Wells and Springs				0	226,902
308	Infiltration Galleries and Tunnels				0	0
309	Supply Mains				0	1,248,152
310	Power Generation Equipment				0	89,360
311	Pumping Equipment	44,848			44,848	115,426
320	Water Treatment Equipment	27,181			27,181	19,915
330	Distribution Reservoirs and Standpipes				0	273,035
331	Transmission and Distribution Mains				0	1,162,174
333	Services				0	164,732
334	Meters and Meter Installations	102,179			102,179	70,517
335	Hydrants				0	83,033
336	Backflow Prevention Devices				0	0
339	Other Plant Miscellaneous Equipment				0	0
340	Office Furniture and Equipment	7,346			7,346	48,092
341	Transportation Equipment				0	22,734
342	Stores Equipment				0	0
343	Tools, Shop and Garage Equipment	8,148			8,148	14,634
344	Laboratory Equipment				0	0
345	Power Operated Equipment				0	48,136
346	Communication Equipment				0	0
347	Miscellaneous Equipment				0	0
348	Other Tangible Plant				0	0
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 189,745	\$ 0	\$ 0	\$ 189,745	\$ 3,722,582

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT
December 31, 2012

SYSTEM NAME / COUNTY :

Franklin

**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$ <u>3,410,303</u>
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ <u>70,158</u>
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	<u>0</u>
Total Credits		\$ <u>70,158</u>
Less debits charged during the year (All debits charged during the year must be explained below)		\$ <u>16,315</u>
Total Contributions In Aid of Construction		\$ <u>3,464,146</u>

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:

Refunded \$16,315 to customer

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

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)
Meter Installations	29	\$ 250	\$ 7,250
Main Extensions	8	525	4,200
Main Extensions-Variou	11	750	8,250
Main Extensions-Variou	4	900	3,600
Main Extensions-Variou	1	1,025	1,025
Main Extensions-Variou	1	1,050	1,050
Main Extensions-Variou	1	1,250	1,250
Main Extensions-Variou	1	1,825	1,825
Main Extensions-Variou	1	1,910	1,910
Main Extensions-Variou	1	2,055	2,055
Main Extensions-Variou	1	3,000	3,000
Plant Capacity	10	845	8,450
Plant Capacity-Variou	1	480	480
Plant Capacity-Variou	1	587	587
Plant Capacity-Variou	1	1,204	1,204
Plant Capacity-Variou	11	1,207	13,279
Plant Capacity-Variou	5	1,449	7,243
Plant Capacity-Variou	1	1,690	1,690
Plant Capacity-Variou	1	1,811	1,811
Total Credits			\$ <u>70,158</u>

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

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 1,565,530
Debits during the year:	
Accruals charged to Account 272	\$ 98,206
Other debits (specify):	
_____	_____
_____	_____
Total debits	\$ 98,206
Credits during the year (specify):	
_____	\$ _____
_____	_____
Total credits	\$ 0
Balance end of year	\$ <u>1,663,736</u>

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

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	1,698	1,722	1,089,911
461.2	Sales to Commercial Customers	88	89	160,892
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities	2	2	45,287
461.5	Sales Multiple Family Dwellings	31	33	61,539
Total Metered Sales		1,819	1,846	\$ 1,357,630
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		1,819	1,846	\$ 1,357,630
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$ 982
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			4,479
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
Total Other Water Revenues				\$ 5,461
Total Water Operating Revenues				\$ 1,363,091

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

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

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	\$ 300,503	\$ 15,531	\$ 15,531
603	Salaries and Wages - Officers, Directors and Majority Stockholders	98,407		
604	Employee Pensions and Benefits	106,647	2,469	2,469
610	Purchased Water	0		
615	Purchased Power	70,366	22,084	
616	Fuel for Power Production	2,525		
618	Chemicals	12,495		
620	Materials and Supplies	15,081	0	1,752
631	Contractual Services-Engineering	125		
632	Contractual Services - Accounting	5,704		
633	Contractual Services - Legal	11,400		
634	Contractual Services - Mgt. Fees	0		
635	Contractual Services - Testing	4,335	2,168	
636	Contractual Services - Other	44,404		
641	Rental of Building/Real Property	23,230		
642	Rental of Equipment	33,335		
650	Transportation Expenses	43,292	5,244	5,244
656	Insurance - Vehicle	5,479	624	624
657	Insurance - General Liability	26,429	3,717	3,717
658	Insurance - Workman's Comp.	7,107	899	899
659	Insurance - Other	5,658	2,598	
660	Advertising Expense	427		
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	88,425		
667	Regulatory Commission Exp.-Other	0		
668	Water Resource Conservation Exp.	0		
670	Bad Debt Expense	575		
675	Miscellaneous Expenses	47,900		
Total Water Utility Expenses		\$ 953,848	\$ 55,334	\$ 30,236

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

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)
\$ 15,531	\$ 15,531	\$ 15,531	\$ 15,531	\$ 60,350	\$ 146,967
2,469	2,469	2,469	2,470	4,860	98,407
46,215		106			86,972
2,525					1,959
12,495					
175	525	175	0	5,837	6,617
125					5,704
					11,400
2,168					
	11,060		18,000	12,220	3,124
					23,230
			24,850	7,873	612
5,244	5,244	5,244	5,244	5,915	5,915
624	624	624	624	1,734	0
3,717	3,717	3,717	3,717	4,126	0
899	899	899	899	899	814
1,530					1,530
					427
					88,425
				575	
				8,302	39,598
\$ 93,717	\$ 40,069	\$ 28,765	\$ 71,335	\$ 112,691	\$ 521,701

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

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	11,539	2,010	9,529	8,055
February	0	10,728	2,060	8,668	7,441
March	0	14,630	2,360	12,270	12,511
April	0	15,956	2,780	13,176	12,128
May	0	18,846	3,282	15,564	11,931
June	0	20,549	3,206	17,343	18,211
July	0	26,388	3,976	22,412	21,827
August	0	20,605	4,039	16,566	18,299
September	0	18,004	3,136	14,868	10,453
October	0	17,858	3,110	14,748	8,752
November	0	14,569	2,912	11,657	10,061
December	0	12,276	2,140	10,136	9,677
Total for Year	0	201,948	35,011	166,937	149,346

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
		2,160,000	

W-11

GROUP _____

SYSTEM _____

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

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

W-12

GROUP _____

SYSTEM _____

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

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	1,703	1,703
5/8"	Displacement	1.0	68	68
3/4"	Displacement	1.5	7	11
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>2,066</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:

$$149,346,000 \text{ total gallons} / 365 / 350 \text{ GPD} / ERC = 1169 \text{ ERC's}$$

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2012

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.
- 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, and 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:
 - 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.**

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

Company:

For the Year Ended December 31, 2012

(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)	1,357,630	1,357,630	0
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)	5,461	5,461	0
Total Water Operating Revenue	\$ 1,363,091	\$ 1,363,091	\$ 0
LESS: Expense for Purchased Water from FPSC-Regulated Utility	_____	_____	_____
Net Water Operating Revenues	\$ 1,363,091	\$ 1,363,091	\$ 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).