

CLASS "C"

OFFICIAL COPY
DIVISION OF

WATER and/or WASTEWATER UTILITIES

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

ANNUAL REPORT

WS571-03-AR
Service Management Systems, Inc.
235 Hammock Shore Drive
Melbourne Beach, FL 32951-3941

517W/450S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



OFFICE OF THE
COMMISSIONER OF
REGULATORY SERVICES

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2003

Cronin, Jackson, Nixon & Wilson
CERTIFIED PUBLIC ACCOUNTANTS, P.A.

JAMES L. CARLSTEDT, C.P.A.
JOHN H. CRONIN, JR., C.P.A.
ROBERT H. JACKSON, C.P.A.
ROBERT C. NIXON, C.P.A.
JEANETTE SUNG, C.P.A.
HOLLY M. TOWNER, C.P.A.
REBECCA G. VOITLEIN, C.P.A.
JAMES L. WILSON, C.P.A.

2560 GULF-TO-BAY BOULEVARD
SUITE 200
CLEARWATER, FLORIDA 33765-4419
(727) 791-4020
FACSIMILE
(727) 797-3602
e-Mail
cpas@cjnw.net

April 14, 2004

To the Partners
Service Management Systems, Inc.

We have compiled the 2003 Annual Report of Service Management Systems, Inc. in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting, in the form prescribed by the Florida Public Service Commission, information that is the representation of the management of Service Management Systems, Inc. We have not audited or reviewed the report referred to above and, accordingly, do not express an opinion or any form of assurance on it.

This report is presented in accordance with the requirements of the Florida Public Service Commission, which differ from generally accepted accounting principles. Accordingly, this report is not designed for those who are not informed about such differences.

Cronin, Jackson, Nixon & Wilson
CRONIN, JACKSON, NIXON & WILSON

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Wastewater Operations
Class C**

Company:

Service Management Systems, Inc.

For the Year Ended December 31, 2003

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 100,571	\$ 100,571	\$ -
Commercial	-	-	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	780	780	-
Total Wastewater Operating Revenue	\$ 101,351	\$ 101,351	\$ -
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Revenues	\$ 101,351	\$ 101,351	\$ -

Explanations:

Note: The Company is filing a Revised RAF Return for over payment of fees on the Original Return. Revenues were over stated for including CIAC as operating revenue.

Instructions:

For the current year, reconcile the gross water revenues reported on Schedule F-3 with the gross water revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Water Operations
Class C**

Company:

Service Management Systems, Inc.

For the Year Ended December 31, 2003

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. F-3	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Residential	\$ 209,530	\$ 209,530	\$ -
Commercial	-	-	-
Industrial	-	-	-
Multiple Family	-	-	-
Guaranteed Revenues	-	-	-
Other	705	705	-
Total Water Operating Revenue	\$ 210,235	\$ 210,235	\$ -
LESS: Expense for Purchased Water from FPSC-Regulated Utility	\$ -	\$ -	-
Net Water Operating Reveunes	\$ 210,235	\$ 210,235	\$ -

Explanations:

Note: The Company is filing a Revised RAF Return for over payment of fees on the Original Return. Revenues were over stated for including CIAC as operating revenue.

Instructions:

For the current year, reconcile the gross water revenues reported on Schedule F-3 with the gross water revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).

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FINANCIAL

SECTION

REPORT OF

Service Management Systems, Inc.
(Exact name of utility)

7500 S. HWY A1A
Melbourne, Fla. 32951
Mailing Address

Street Address Same

Telephone Number 321-723-2447
Fax Number 321-725-0804

Date Utility First Organized 1989
E - Mail Address jbates3@cfl.rr.com

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

- Individual Sub Chapter S Corporation 1120 Corporation Partnership

Location where books and records are located: Same as above

Names of subdivisions where service is provided: Aquarina and St.Andrews Village

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: Robert C. Nixon	CPA	2560 Gulf-to-Bay Blvd. Suite 200 Clearwater, Fla.	
Person who prepared this report: Cronin, Jackson, Nixon & Wilson	CPA's	2560 Gulf-to-Bay Blvd. Clearwater, Fl.	
Officers and Managers: James Bates	President	7500 S. A1A, Melbourne Bch. Fl.	None

Report every corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Percent Ownership In Utility	Principle Business Address	Salary Charged Utility
Indian River No.1 Developers,LLC	100%	Same As Above	\$ 36,000.00

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other (1)	Total Company
Gross Revenue:					
Residential _____		\$ 209,530	\$ 100,571		\$ 310,101
Commercial _____					-
Industrial _____					-
Multiple Family _____					-
Guarenteed Revenues _____					-
Other (Specify) _____		705	780		1,485
Total Gross Revenue _____		210,235	101,351	N/A	311,586
Operation Expense (Must tie to Pages W-3 and S-3)	W-3 S-3	202,468	102,801		305,269
Depreciation Expense _____	F-5	78,184	35,841		114,025
CIAC Amortization Expense _____	F-8	(12,133)	(12,799)		(24,932)
Taxes Other Than Income _____	F-7	27,628	13,643	-	41,271
Income Taxes _____	F-7	-	-		-
Total Operating Expenses _____		296,147	139,486		435,633
Net Operating Income (Loss)		(85,912)	(38,135)	-	(124,047)
Other Income:					
Nonutility Income _____		22,237	22,237		44,473
Interest Income _____		-	-		-
_____					-
Other Deductions:					
Miscellaneous Nonutility Expenses _____					-
Interest Expense _____		3,025	3,025		6,050
AFUDC _____		-	-		-
_____					-
_____					-
Net Income (Loss)		\$ (66,701)	\$ (18,924)	N/A	\$ (85,624)

COMPARATIVE BALANCE SHEET

Account Name	Reference Page	Current Year	Previous Year
ASSETS:			
Utility Plant In Service (101 - 105) _____	F-5, W-1, S-1	\$ 4,112,581	\$ 3,997,864
Accumulated Depreciation and Amortization (108) _____	F-5, W-2, S-2	(2,627,352)	(2,532,822)
Net Utility Plant _____		1,485,229	1,465,042
Cash _____		(26,338)	(19,418)
Customer Accounts Receivable (141) _____		80,192	59,533
Other Assets (Specify):			
Certificates of Deposit		44,528	45,484
Utility Deposit		3,515	3,515
Due from Shareholder		18,145	10,065

Total Assets _____		\$ 1,605,271	\$ 1,564,221
LIABILITIES AND CAPITAL:			
Common Stock Issued (201) _____	F-6	\$ 10,000	\$ 10,000
Preferred Stock Issued (204) _____	F-6	-	-
Other Paid In Capital (211) _____		1,614,482	1,456,953
Retained Earnings (Deficit)(215) _____	F-6	(1,124,629)	(695,075)
Proprietary Capital (Proprietary and partnership only) (218) _____	F-6		
Total Capital _____		499,853	771,878
Long Term Debt (224) _____	F-6	156,653	158,488
Accounts Payable (231) _____		89,886	78,986
Notes Payable (232) _____			
Customer Deposits (235) _____			
Accrued Taxes (236) _____	F-7		
Other Liabilities (Specify):			
Due to associated companies		155,729	

Advances For Construction (252) _____			
Contributions In Aid Of Construction - Net (271 - 272) _____	F-8	703,150	554,869
Total Liabilities and Capital _____		\$ 1,605,271	\$ 1,564,221

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) Inclusive	Water	Sewer	Plant Other Than Reporting Systems	Total
Utility Plant In Service (101) _____	\$ 1,980,019	\$ 2,132,562	N/A	\$ 4,112,581
Construction Work In Progress (105) _____				-
Other (Specify) _____				-
_____				-
_____				-
Total Utility Plant _____	\$ 1,980,019	\$ 2,132,562	N/A	\$ 4,112,581

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First Of Year _____	\$ 947,253	\$ 1,585,569	N/A	\$ 2,532,822
Add Credits During Year:				
Accruals charged to depreciation account _____	78,184	35,841		114,025
Salvage _____	-	-		-
Other credits (specify) _____	-	-		-
_____	-	-		-
Total credits _____	78,184	35,841		114,025
Deduct Debits During Year:				
Book cost of plant retired _____	(2,658)	(1,426)		(4,084)
Cost of removal _____	-			-
Other debits (specify) _____				
Prior years over accrual _____		(15,411)		(15,411)
Total debits _____	(2,658)	(16,837)		(19,495)
Balance End of Year _____	\$ 1,022,779	\$ 1,604,573	N/A	\$ 2,627,352

UTILITY NAME: Service Management Systems, Inc.

YEAR OF REPORT
December 31, 2003

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	\$ 1.00	N/A
Shares authorized _____	500	
Shares issued and outstanding _____	500	
Total par value of stock issued _____	10,000	
Dividends declared per share for year _____	None	

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	N/A	\$ (695,075)
Charges during the year (specify):		
Current Year Loss _____	-	(85,624)
Capital Distribution _____		(209,833)
Adjustment to prior years CIAC _____		(134,097)
Balance end of year _____	\$	\$ (1,124,629)

PROPRIETARY CAPITAL (218)

	Proprietor or Partner	Partner
Balance first of year _____	N/A	N/A
Charges during the year (specify):		
Current year income _____		-
Balance end of year _____		

LONG TERM DEBT (224)

Description of Obligation (Including Nominal Date of Issue and Date of Maturity)	Interest		Principal Per Balance Sheet Date
	Rate	# of Payments	
Drinking Water State Revolving Fund Construction Loan Issued 9/15/99; Matures 12/15/2020	3.12 %	40	\$ 156,653
			-
			-
Total _____			\$ 156,653

TAXES ACCRUED (236)

(a)	WATER (b)	SEWER (c)	OTHER (d)	TOTAL (e)
Income Taxes:				
Federal income tax _____	\$ -	\$ -	N/A	\$ -
State income tax _____	-	-		
Taxes Other Than Income:				
State ad valorem tax _____	-	-		
Local property tax _____	18,164	9,082		27,246
Regulatory assessment fee _____	9,464	4,561		14,025
Other (Specify): _____ _____ _____				
Total taxes accrued _____	\$ 27,628	\$ 13,643		\$ 41,271

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning rate, management, construction, advertising, labor relations, public relations, or other similar professional services rendered the respondent for which aggregate payments during the year to any corporation, partnership, individual, or organization of any kind whatever, amounting to \$500 or more.

Name of Recipient	Water Amount	Wastewater Amount	Description of Service
Cronin, Jackson, Nixon, Wilson	\$ 1,478	\$ 1,479	Accounting services
Accurate Utilities	28,310	11,858	Plant operation

UTILITY NAME: Service Management Systems, Inc.

YEAR OF REPORT
December 31, 2003

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	TOTAL (d)
1. Balance first of year _____	\$ 447,067	\$ 491,462	\$ 938,529
2. Add credits during year:			
_____	47,145	126,083	173,228
3. Total _____	494,212	617,545	1,111,757
4. Deduct charges during year _____			-
5. Balance end of year _____	494,197	617,545	1,111,742
6. Less Accumulated Amortization _____	(176,273)	(232,319)	(408,592)
7. Net CIAC _____	\$ 317,924	\$ 385,226	\$ 703,150

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

Report below all developers or contractors agreements from which cash or property was received during the year.		Indicate "Cash" or "Property"	Water	Wastewater
_____			\$ -	\$ -

Sub-total _____			NONE	NONE
Report below all capacity charges, main extension charges and customer connections charges received during the year.			Water	Wastewater
Description of Charge	Number of Connections	Charge per Connection		
Meters and Installations	6	Actual Cost	4,230	
Non - Potable Capacity Charges	14.4	250	3,600	
Capacity Charges - Water	13	910	11,830	
Capacity Charges - Sewer	13	925		12,025
Prior Period Adjustments			27,485	114,058
Total Credits During Year (Must agree with line # 2 above) _____			\$ 47,145	\$ 126,083

ACCUMULATED AMORTIZATION OF CIAC

	Water	Wastewater	Total
Balance First of Year _____	\$ 164,140	\$ 219,520	\$ 383,660
Add Debits During Year: _____	12,133	12,799	24,932
_____	-	-	
Deduct Credits During Year: _____	-	-	
Balance End of Year (Must agree with line #6 above) _____	\$ 176,273	\$ 232,319	\$ 408,592

**WATER
OPERATING
SECTION**

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e) (Note 1)	CURRENT YEAR (f)
301	Organization _____	\$ 1,050	\$ -	\$ -	\$ 1,050
302	Franchises _____	-	-	-	-
303	Land and Land Rights _____	62,080	-	-	62,080
304	Structure and Improvements _____	16,415	-	-	16,415
305	Collecting and Impounding Reservoirs _____	-	-	-	-
306	Lake, River and Other Intakes _____	-	-	-	-
307	Wells and Springs _____	230,861	-	-	230,861
308	Infiltration Galleries and Tunnels _____	-	-	-	-
309	Supply Mains _____	141,736	-	-	141,736
310	Power Generation Equipment _____	-	-	-	-
311	Pumping Equipment _____	67,358	79,025	-	146,383
320	Water Treatment Equipment _____	356,506	39,669	-	396,175
330	Distribution Reservoirs and Standpipes _____	629,183	-	-	629,183
331	Transmission and Distribution Mains _____	208,096	-	-	208,096
333	Services _____	123,204	2	(2,658)	120,548
334	Meters and Meter Installations _____	18,825	52	-	18,877
335	Hydrants _____	6,300	-	-	6,300
339	Other Plant and Miscellaneous Equipment _____	1,200	-	-	1,200
340	Office Furniture and Equipment _____	-	-	-	-
341	Transportation Equipment _____	-	-	-	-
342	Stores Equipment _____	-	-	-	-
343	Tools, Shop and Garage Equipm _____	-	-	-	-
344	Laboratory Equipment _____	-	-	-	-
345	Power Operated Equipment _____	-	-	-	-
346	Communication Equipment _____	-	-	-	-
347	Miscellaneous Equipment _____	61	1,054	-	1,115
348	Other Tangible Plant _____	1,050	-	(1,050)	-
	Total Water Plant _____	\$ 1,863,925	\$ 119,802	\$ (3,708)	\$ 1,980,019

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.
 Note (1): Adjustments to Correct account balances (Accounts 303 & 348) Retirement account 333.

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

ACCT. NO. (a)	ACCOUNT NAME (b)	Average Service Life in Years (c)	Average Salvage in Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f) (Note 1)	Debits (g)	Credits (h)	Accum. Depr. Balance End of year (f-g+h=i) (i)
301	Organization	40	-	2.50 %	\$ 630	\$ -	\$ 44	\$ 674
302	Franchises	-	-	-	-	-	-	-
304	Structure and Improvements	40	-	2.50 %	12,652	-	904	13,556
305	Collecting and Impounding Reservoirs	-	-	-	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-	-	-	-
307	Wells and Springs	27	-	3.70 %	146,578	14,190	-	160,768
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-
309	Supply Mains	32	-	3.13 %	36,834	-	5,536	42,370
310	Power Generation Equipment	17	-	5.88 %	-	-	-	-
311	Pumping Equipment	17	-	5.88 %	27,148	-	1,374	28,522
320	Water Treatment Equipment	17	-	5.88 %	307,950	-	19,564	327,514
330	Distribution Reservoirs and Standpipes	30	-	3.33 %	337,152	-	26,619	363,771
331	Transmission and Distribution Mains	38	-	2.63 %	27,577	-	-	27,577
333	Services	35	-	2.86 %	42,517	(2,658)	2,551	30,128
334	Meters and Meter Installations	12	-	8.33 %	6,646	-	6,087	45,946
335	Hydrants	40	-	2.50 %	1,059	-	1,024	7,670
339	Other Plant and Miscellaneous Equipment	20	-	5.00 %	510	-	158	1,217
340	Office Furniture and Equipment	10	-	10.00 %	-	-	60	570
341	Transportation Equipment	5	-	20.00 %	-	-	-	-
342	Stores Equipment	-	-	-	-	-	-	-
343	Tools, Shop and Garage Equipment	10	-	10.00 %	-	-	-	-
344	Laboratory Equipment	-	-	-	-	-	-	-
345	Power Operated Equipment	-	-	-	-	-	-	-
346	Communication Equipment	-	-	-	-	-	-	-
347	Miscellaneous Equipment	-	-	-	-	-	-	-
348	Other Tangible Plant	5	-	20.00 %	-	-	73	73
	Totals				\$ 947,253	\$ (2,658)	\$ 78,184	\$ 1,022,779

* This amount should tie to Sheet F-5

Note: (1) Prior year balance in account 348 reclassified to correct account (Organization - account 301).

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees _____	\$ 66,290
603	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	
604	Employee Pensions and Benefits _____	2,723
610	Purchased Water _____	
615	Purchased Power _____	30,941
616	Fuel for Power Production _____	288
618	Chemicals _____	6,142
620	Materials and Supplies _____	22,015
630	Contractual Services:	
	Billing _____	
	Operator and Management _____	28,310
	Testing _____	
	Other _____	16,488
640	Rents _____	
650	Transportation Expense _____	2,304
655	Insurance Expense _____	3,758
665	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	5,845
670	Bad Debt Expense _____	
675	Miscellaneous Expenses _____	17,364
	Total Water Operation and Maintenance Expense _____	\$ 202,468 *

* This amount should tie to Sheet F-3.

WATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
5/8"	D	1.0	199	219	219
3/4"	D	1.5	3		
1"	D	2.5	5		
1 1/2"	D,T	5.0	2		
General Service					
5/8"	D	1.0			
3/4"	D	1.5		2	3
1"	D	2.5		5	13
1 1/2"	D,T	5.0		1	5
2"	D,C,T	8.0	4	3	24
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0	1		
Other (Specify):	Irrigation	1.0	55	64	64
Total			269	294	328

** D = Displacement
C = Compound
T = Turbine

PUMPING AND PURCHASED WATER STATISTICS
 (Potable Water)

MONTH (a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January	-	1,192	5	1,187	1,187
February	-	1,178	5	1,173	1,173
March	-	1,192	5	1,187	1,187
April	-	1,113	5	1,108	1,108
May	-	820	5	815	815
June	-	712	5	707	707
July	-	742	5	737	737
August	-	748	5	743	743
September	-	1,034	5	1,029	1,029
October	-	880	5	875	875
November	-	975	5	970	970
December	-	1,224	105	1,119	1,119
Total for year	N/A	11,810	160	11,650	11,650

If water is purchased for resale, indicate the following:

Vendor N/A
 Point of Delivery N/A

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

MAINS (Feet)

Kind of Pipe (Cast Iron, coated steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC Potable	8"	600		-	600
PVC -Non Potable	8"	6,976		-	6,976
PVC Potable	6"	12,290		-	12,290
PVC -Non Potable	6"	1,500		-	1,500
DIP Potable	6"	60		-	60
PVC Potable	4"	5,430		-	5,430
PVC Potable	16"	600		-	600
PVC -Non Potable	12"	9,710		-	9,710
PVC Potable	2"	620		-	620

UTILITY NAME: Service Management Systems, Inc.
 SYSTEM NAME: Aquarina

YEAR OF REPORT
 December 31, 2003

**PUMPING AND PURCHASED WATER STATISTICS
 (Irrigation Water)**

MONTH (a)	Water Purchased For Resale (Omit 000's) (b)	Finished Water From Wells (Omit 000's) (c)	Recorded Accounted For Loss Through Line Flushing Etc. (Omit 000's) (d)	Total Water Pumped And Purchased (Omit 000's) [(b)+(c)-(d)] (e)	Water Sold To Customers (Omit 000's) (f)
January	-	10,412	5	10,407	10,407
February	-	8,208	5	8,203	8,203
March	-	11,102	5	11,097	11,097
April	-	11,246	5	11,241	11,241
May	-	13,086	5	13,081	13,081
June	-	10,919	5	10,914	10,914
July	-	12,476	5	12,471	12,471
August	-	23,850	5	23,845	23,845
September	-	16,114	5	16,109	16,109
October	-	15,091	5	15,086	15,086
November	-	11,261	5	11,256	11,256
December	-	11,776	5	11,771	11,771
Total for year	N/A	155,541	60	155,481	155,481

If water is purchased for resale, indicate the following:

Vendor N/A
 Point of Delivery N/A

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

MAINS (Feet)

Kind of Pipe (Cast Iron, coated steel, etc.)	Diameter of Pipe	First of Year	Added	Removed or Abandoned	End of Year
PVC Potable	8"	600		-	600
PVC -Non Potable	8"	6,976		-	6,976
PVC Potable	6"	12,290		-	12,290
PVC -Non Potable	6"	1,500		-	1,500
DIP Potable	6"	60		-	60
PVC Potable	4"	5,430		-	5,430
PVC Potable	16"	600		-	600
PVC -Non Potable	12"	9,710		-	9,710
PVC Potable	2"	620		-	620

UTILITY NAME: Service Management Systems, Inc.
 SYSTEM NAME: Aquirina

YEAR OF REPORT
 December 31, 2003

WELLS AND WELL PUMPS
 (If Available)

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1,981	1,981		
Types of Well Construction and Casing _____	Deep	Deep		
_____	Steel	Steel		

Depth of Wells _____	600'	600'		
Diameters of Wells _____	12"	12"		
Pump - GPM _____	Unk	Unk		
Motor - HP _____	10	10		
Motor Type * _____	Sub.	Sub.		
Yeilds of Wells in GPD _____	1.0 MGD	1.0 MGD		
Auxillary Power _____				
* Submersable, centrifugal, etc.				

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete) _____	Concrete	Concrete		
Capacity of Tank _____	.15 MGD	1.2 MGD		
Ground of Elevated _____	Ground	Ground		

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
MOTORS				
Manufacturer _____	Unk.	Unk.	Unk.	
Type _____	Unk.	Unk.	Unk.	
Rated Horsepower _____	10	60	60	

(a)	(b)	(c)	(d)	(e)
PUMPS				
Manufacturer _____	Unk.			
Type _____				
Capacity in GPM _____				
Average Number of Hours Operated Per Day _____				
Auxiliary Power _____				

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water, etc):

Gallons per day of source _____	72,603	472,000	
Type of source _____	Ground	Ground	
	Drinking water	Irrigation water	

WATER TREATMENT FACILITIES

List for each Water Treatment Facility:

Type _____	Reverse Osmosis		
Make _____	Basic Technologies		
Permitted Capacity (GPD)	.11 MGD		
High service pumping			
Gallons per minute _____ See Page W-5 _____	Unknown		
Reverse Osmosis _____	.11 MGD		
Lime treatment			
Unit Rating _____	N/A		
Filtration			
Pressure Sq. Ft. _____	N/A		
Gravity GPD/Sq. Ft. _____	N/A		
Disinfection			
Chlorinator _____	X		
Ozone _____			
Other _____			
Auxiliary Power _____	Generator		

OTHER WATER SYSTEM INFORMATION

Furnish information below for each system not physically connected with another facility. A separate page should be supplied where necessary.

1.	Present ERC's * the system can efficiently serve	<u>475</u>
2.	Maximum number of ERC's * which can be served	<u>475</u>
3.	Present system connection capacity (in ERC's *) using existing lines	<u>475</u>
4.	Future connection capacity (in ERC's *) upon service area buildout	<u>643</u>
5.	Estimated annual increase in ERC's*	<u>Approximatly 30</u>
6.	Is the utility required to have fire flow capacity? <u>Yes</u> If so, how much capacity is required?	<u>20,000 GPM, 1,000 GPM at each hydrant</u>
7.	Attach a dēscription of the fire fighting facilities	<u>33 hydrants; 4 buildings with sprinkler systems</u>
8.	Describe any plans and estimated completion dates for any enlargements or improvements of this system. <u>Extension of distribution system to serve remaining 168 residential connections.</u>	
9.	When did the company last file a capacity analysis report with the DEP?	<u>Unk.</u>
10.	If the present system does not meet the requirements of DEP rules, submit the following: a. Attach a description of the plant upgrade necessary to meet 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 #	<u>3005P00330</u>
12.	Water Management District Consumptive Use Permit #	<u>1719</u>
	a. Is the system in compliance with the requirements of the CUP?	<u>Yes</u>
	b. If not, what are the utility's plans to gain compliance?	<u>N/A</u>

* An ERC is determined based on one of the following methods:
 (a) if actual flow data are available from the preceding 12 months:
 Divide the total annual single family residence (SFR) gallons sold by the average number of single family residents (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
 (b) If no historical flow data available are available for use:
 ERC = (Total SFR gallons sold (omit 000)/365 days/350 gallons per day).

**WASTEWATER
OPERATING
SECTION**

WASTEWATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
351	Organization	\$ 1,050	\$ -	\$ -	\$ 1,050
352	Franchises	-	-	-	-
353	Land and Land Rights	33,680	-	-	33,680
354	Structure and Improvements	18,769	-	-	18,769
355	Power Generation Equipment	-	-	-	-
360	Collection Sewers - Force	206,148	-	-	206,148
361	Collection Sewers - Gravity	280,669	-	-	280,669
362	Special Collecting Structures	-	-	-	-
363	Services to Customers	165,401	-	1,426	163,975
364	Flow Measuring Devices	-	-	-	-
365	Flow Measuring Installations	-	-	-	-
370	Receiving Wells	-	-	-	-
371	Pumping Equipment	50,256	-	-	50,256
380	Treatment and Disposal Equipment	1,193,560	-	-	1,193,560
381	Plant Sewers	-	-	-	-
382	Outfall Sewer Lines	157,892	-	-	157,892
389	Other Plant and Miscellaneous Equipment	698	-	-	698
390	Office Furniture and Equipment	-	-	-	-
391	Transportation Equipment	-	-	-	-
392	Stores Equipment	-	-	-	-
393	Tools, Shop and Garage Equipment	-	-	-	-
394	Laboratory Equipment	-	-	-	-
395	Power Operated Equipment	-	-	-	-
396	Communication Equipment	-	-	-	-
397	Miscellaneous Equipment	22,008	52	-	22,060
398	Other Tangible Plant	3,805	-	-	3,805
	Total Sewer Plant	\$ 2,133,936	\$ 52	\$ 1,426	\$ 2,132,562

* This amount should tie to Sheet F-5

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account Name (b)	Average Service Life in Years (c)	Average Salvage In Percent (d)	Depr. Rate Applied (e)	Accumulated Depreciation Balance Previous Year (f)	Debits (g)	Credits (h)	Accum. Depr. Balance End of Year (f-g+h=i) (i)
351	Organization_	40	%	2.50 %	-	-	846	846
352	Franchises_	-	%	%	-	-	-	-
354	Structure and Improvements_	27	%	3.70 %	16,126	-	1,043	17,169
355	Power Generation Equipment_	-	%	%	-	-	-	-
360	Collection Sewers - Force_	-	%	%	83,067	-	6,370	89,437
361	Collection Sewers - Gravity_	40	%	2.50 %	56,016	-	6,933	62,949
362	Special Collecting Structures (Lift Stations)_	-	%	%	-	-	-	-
363	Services to Customers_	35	%	2.90 %	69,266	1,426	4,576	72,416
364	Flow Measuring Devices_	5	%	20.00 %	-	-	-	-
365	Flow Measuring Installations_	-	%	%	-	-	-	-
370	Receiving Wells (Lift Stations)_	-	%	%	-	-	-	-
371	Pumping Equipment_	40	%	2.50 %	877	-	5,458	6,335
380	Treatment and Disposal Equipment	15	%	6.70 %	1,208,180	14,620	-	1,193,560
381	Plant Sewers_	-	%	%	-	-	-	-
382	Outfall Sewer Lines_	-	%	%	147,162	-	8,765	155,927
389	Other Plant and Miscellaneous Equipment_	15	%	6.70 %	349	-	42	391
390	Office Furniture and Equipment_	10	%	10.00 %	-	-	-	-
391	Transportation Equipment_	5	%	20.00 %	-	-	-	-
392	Stores Equipment_	-	%	%	-	-	-	-
393	Tools, Shop and Garage Equipment	10	%	10.00 %	-	-	-	-
394	Laboratory Equipment_	-	%	%	-	-	-	-
395	Power Operated Equipment_	-	%	%	-	-	-	-
396	Communication Equipment_	-	%	%	-	-	-	-
397	Miscellaneous Equipment_	-	%	%	2,433	791	1,416	3,058
398	Other Tangible Plant_	5	%	20.00 %	2,093	-	392	2,485
	Totals_				1,585,569	16,837	35,841	1,604,573

* This amount should tie to Sheet F-5

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees _____	\$ 33,145
703	Salaries and Wages - Officers, Directors, and Majority Stockholders _____	
704	Employee Pensions and Benefits _____	1,203
710	Purchased Wastewater Treatment _____	
711	Sludge Removal Expense _____	
715	Purchased Power _____	15,554
716	Fule for Power Production _____	144
718	Chemicals _____	3,555
720	Materials and Supplies _____	14,429
730	Contractual Services:	
	Operator and Management _____	
	Testing _____	
	Other _____	20,909
740	Rents _____	
750	Transportation Expense _____	681
755	Insurance Expense _____	1,879
765	Regulatory Commission Expenses (Amortized Rate Case Expense) _____	2,860
770	Bad Debt Expense _____	(3)
775	Miscellaneous Expenses _____	8,445
	Total Wastewater Operation and Maintenance Expense _____	\$ 102,801 *

* This amount should tie to Sheet F-3.

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Total Number of Meter Equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
5/8"	D	1.0	205	239	239
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
General Service					
5/8"	D	1.0			
3/4"	D	1.5	1	2	3
1"	D	2.5	5	5	13
1 1/2"	D,T	5.0	3	1	5
2"	D,C,T	8.0	4	3	24
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers		1.0			
Other (Specify):					
Total			218	250	284

** D = Displacement
C = Compound
T = Turbine

PUMPING EQUIPMENT

Lift station number _____	1	2	3	_____	_____	_____	_____
Make or type and nameplate data of pump _____	Unk.	Unk.	Unk.	_____	_____	_____	_____
Year installed _____	1984	1992	2002	_____	_____	_____	_____
Rated capacity (GPM) _____	Unk.	Unk.	Unk.	_____	_____	_____	_____
Size (HP) _____	Unk.	Unk.	Unk.	_____	_____	_____	_____
Power:							
Electric _____	X	X	X	_____	_____	_____	_____
Mechanical _____	_____	_____	_____	_____	_____	_____	_____
Nameplate data of motor _____	_____	_____	_____	_____	_____	_____	_____

SERVICE CONNECTIONS

Size (inches) _____	4"	5"	6"	_____	_____	_____	_____
Type (PVC, VCP, etc) _____	PVC	PVC	PVC	_____	_____	_____	_____
Average length _____	20'	20'	20'	_____	_____	_____	_____
Number of active service connections _____	Unk	Unk	Unk	_____	_____	_____	_____
Beginning of year _____	_____	_____	_____	_____	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____
Retired during year _____	_____	_____	_____	_____	_____	_____	_____
End of year _____	_____	_____	_____	_____	_____	_____	_____
Give full particulars concerning inactive connections _____	_____	_____	_____	_____	_____	_____	_____

COLLECTING AND FORCE MAINS AND MANHOLES

	Collecting Mains				Force Mains			
Size (inches) _____	6"	8"	10"	_____	6"	_____	_____	_____
Type of main _____	PVC	PVC	PVC	_____	DIP	_____	_____	_____
Length of main (nearest foot):								
Beginning of year _____	1,720	18,989	2,000	_____	600	_____	_____	_____
Added during year _____	_____	_____	_____	_____	_____	_____	_____	
Retired during year _____	_____	_____	_____	_____	_____	_____	_____	
End of year _____	1,720	18,989	2,000	_____	600	_____	_____	

MANHOLES:

Size _____	3'	_____	_____
Type _____	Conc.	_____	_____
Number:			
Beginning of year _____	94	_____	_____
Added during year _____	_____	_____	_____
Retired during year _____	_____	_____	_____
End of year _____	94	_____	_____

UTILITY NAME: Service Management Systems, Inc.

YEAR OF REPORT
December 31, 2003

TREATMENT PLANT

Manufacturer _____	Schriber	_____	_____
Type _____	Activated Sludge	_____	_____
"Steel" or "Concrete" _____	Concrete	_____	_____
Total Capacity _____	99,000 GPD	_____	_____
Average Daily Flow _____	32,123	_____	_____
Effluent Disposal _____	Drain Field	_____	_____
Total Gallons of Wastewater Treated _____	11,725,000	_____	_____

MASTER LIFT STATION PUMPS

Manufacturer _____	N/A	_____	_____	_____	_____	_____
Capacity _____ (PM)	_____	_____	_____	_____	_____	_____
Motor:						
Manufacturer _____	_____	_____	_____	_____	_____	_____
Horsepower _____	_____	_____	_____	_____	_____	_____
Power (Electric or Mechanical) _____	_____	_____	_____	_____	_____	_____

PUMPING WASTEWATER STATISTICS

Months	Gallons of Treated Wastewater	Effluent Reuse Gallons to Customers	Effluent Gallons Disposed of on site
January _____	1,192,000	None	1,192,000
February _____	1,178,000	_____	1,178,000
March _____	1,192,000	_____	1,192,000
April _____	1,113,000	_____	1,113,000
May _____	820,000	_____	820,000
June _____	712,000	_____	712,000
July _____	742,000	_____	742,000
August _____	748,000	_____	748,000
September _____	1,034,000	_____	1,034,000
October _____	880,000	_____	880,000
November _____	975,000	_____	975,000
December _____	1,139,000	_____	1,139,000
Total for year _____	11,725,000	_____	11,725,000

If Wastewater Treatment is purchased, indicate the vendor:

OTHER WASTEWATER SYSTEM INFORMATION

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

1. Present ERC's * that system can efficiently serve.	<u>284</u>
2. Maximum number of ERC's * which can be served.	<u>354</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>354</u>
4. Future system connection capacity (in ERC's *) upon service area buildout.	<u>663</u>
5. Estimated annual increase in ERC's * .	<u>Approximatly 30</u>
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. Collection system expansion to serve remaining 168 residential connections.	
7. If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known.	
8. If the utility does not engage in reuse, has a reuse feasibility study been completed?	<u>Yes</u>
9. Has the utility been required by the DEP or water management district to implement reuse?	<u>Yes</u>
If so, what are the utility's plans to comply with the DEP?	<u>When flows reach 99,000 GPD</u>
10. When did the company last file a capacity analysis report with the DEP?	<u>N/A</u>
11. If the present system does not meet the requirements of DEP rules:	
a. Attach a description of the plant upgrade necessary to meet the DEP rules.	
b. Have these plans been approved by DEP?	<u>N/A</u>
c. When will construct	<u>N/A</u>
d. Attach plans for funding the required upgrading.	<u>N/A</u>
e. Is this system under any Consent Order of the DEP?	<u>N/A</u>
11. Department of Environmental Protection ID #	<u>3005P00330</u>

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.

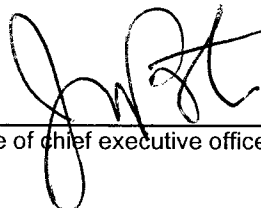
(b) If no historical flow data are available, use:
 $ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day})$

CERTIFICATION OF ANNUAL REPORT

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

- | | | |
|--------------|-----------|--|
| YES
(X) | NO
() | 1. The utility is in substantial compliance with the Uniform System Of Accounts prescribed by the Florida Public Service Commission in Rule 25-30.115 (1), Florida Administrative Code. |
| YES
(X) | NO
() | 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission. |
| YES
(X) | NO
() | 3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility. |
| YES
(X) | NO
() | 4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct and complete for the period for which it represents. |

ITEMS CERTIFIED			
1.	2.	3.	4.
(X)	(X)	(X)	(X)
()	()	()	()



 (signature of chief executive officer of the utility) *

 (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.