

Corrected Copy KP

CLASS "C"

WATER AND/OR WASTEWATER UTILITIES

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

ANNUAL REPORT

OF

Service Management Systems, Inc.
Exact Legal Name of Respondent

w-517 s-450
Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31,

1999

Form PSC/WAW 6 (Rev. 12/99)

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FLORIDA PUBLIC SERVICE
COMMISSION

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DIVISION OF
ECONOMIC REGULATION

GENERAL DEFINITIONS

ADVANCES FOR CONSTRUCTION - This account shall include advances by or in behalf of customers for construction which are to be refunded either wholly or in part. (USOA)

ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION (AFUDC) - This account shall include concurrent credits for allowance for funds used during construction based upon the net cost of funds used for construction purposes and a reasonable rate upon other funds when so used. Appropriate regulatory approval shall be obtained for "a reasonable rate". (USOA)

AMORTIZATION - The gradual extinguishment of an amount in an account by distributing such amount over a fixed period, over the life of the asset or liability to which it applies, or over the period during which it is anticipated the benefit will be realized. (USOA)

CONTRIBUTIONS IN AID OF CONSTRUCTION (CIAC) - Any amount or item of money, services, or property received by a utility, from any person or governmental agency, any portion of which is provided at no cost to the utility, which represents an addition or transfer to the capital of the utility, and which is utilized to offset the acquisition, improvement, or construction costs of the utility's property, facilities, or equipment used to provide utility services to the public. (Section 367.021 (3), Florida Statutes)

CONSTRUCTION WORK IN PROGRESS (CWIP) - This account shall include the cost of water or wastewater plant in process of construction, but not yet ready for services. (USOA)

DEPRECIATION - The loss in service value not restored by current maintenance, incurred in connection with the consumption or prospective retirement of utility plant in the course of service from causes which are known to be in the current operation and against which the utility is not protected by insurance. (Rule 25-30.140 (f), Florida Administrative Code)

EFFLUENT REUSE - The use of wastewater after the treatment process, generally for reuse as irrigation water or for in plant use. (Section 367.021 (6), Florida Statutes)

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WATER) - (Rule 25-30.515 (8), Florida Administrative Code.)

- (a) 350 gallons per day;
- (b) The number of gallons a utility demonstrates in the average daily flow for a single family unit; or
- (c) The number of gallons which has been approved by the DEP for a single family residential unit.

EQUIVALENT RESIDENTIAL CONNECTION (ERC) - (WASTEWATER) - Industry standard of 80% of Water ERC or 280 gallons per day for residential use.

GUARANTEED REVENUE CHARGE - A charge designed to cover the utility's costs including, but not limited to the cost of the operation, maintenance, depreciation, and any taxes, and to provide a reasonable return to the utility for facilities, a portion of which may not be used and useful to the utility or its existing customers. (Rule 25-30.515 (9), Florida Administrative Code)

LONG TERM DEBT - All Notes, Conditional Sales Contracts, or other evidences of indebtedness payable more than one year from date of issue. (USOA)

PROPRIETARY CAPITAL (For proprietorships and partnerships only) - The investment of a sole proprietor, or partners, in an unincorporated utility. (USOA)

RETAINED EARNINGS - This account reflects corporate earnings retained in the business. Credits would include net income or accounting adjustments associated with correction of errors attributable to a prior period. Charges to this account would include net losses, accounting adjustments associated with correction of errors attributable to a prior period or dividends. (USOA)

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners (NARUC) Uniform System of Accounts for Water and Wastewater Utilities as adopted by Rule 25-30.115 (1), Florida Administrative Code.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA), Commission Rules and the definitions on next page.
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.
7. Complete this report by means which result in a permanent record. You may use permanent ink or a typewriter. Do not use a pencil.
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 in the report. Additional pages 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 statements should be made at the bottom of the page or on an additional page. Any additional pages should state the name of the utility and the year of the report, and reference the appropriate schedule.
10. The utility shall file the original and two copies of the report with the Commission at the address below, and keep a copy for itself. Pursuant to Rule 25-30.110 (3), Florida Administrative Code, the utility must submit the report by March 31 for the preceding year ending December 31.

Florida Public Service Commission
Division of Water and Wastewater
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

11. Pursuant to Rule 25-30.110 (7) (a), Florida Administrative Code, any utility that fails to file its annual report or extension on or before March 31, or within the time specified by any extension approved in writing by the Division of Water and Wastewater, shall be subject to a penalty. The penalty shall be based on the number of calendar days elapsed from March 31, or from an approved extended filing date, until the date of filing. The date of filing shall be included in the days elapsed.

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**FINANCIAL
SECTION**

REPORT OF

SERVICE MANAGEMENT SYSTEMS, INC
 (EXACT NAME OF UTILITY)
 235 HAMMOCK SHORE DRIVE
 MELBOURNE BEACH, FL 32951
 Mailing Address Street Address County
 Telephone Number 321 723-2522 Date Utility First Organized 1989
 Fax Number 321 725-0804 E-mail Address jimbates@matoday.inf.net
 Sunshine State One-Call of Florida, Inc. Member No. _____

Check the business entity of the utility as filed with the Internal Revenue Service:
 Individual Sub Chapter S Corporation 1120 Corporation Partnership
 Name, Address and phone where records are located: Same as above
 Name of subdivisions where services are provided: Aquarina and St. Andrews Village

CONTACTS:

Name	Title	Principle Business Address	Salary Charged Utility
Person to send correspondence: JAMES BATES	PRESIDENT	SAME AS ABOVE	
Person who prepared this report: JAMES BATES	PRESIDENT		
Officers and Managers: JAMES BATES	PRESIDENT		\$ 12,000
			\$
			\$
			\$
			\$

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
PETRUS GROUP, L.P.	100 %	SAME AS ABOVE	\$ 0
			\$
			\$
			\$
			\$
			\$

UTILITY NAME SEVICWE MANAGEMENT SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

INCOME STATEMENT

Account Name	Ref. Page	Water	Wastewater	Other	Total Company
Gross Revenue:					
Residential_____		\$ _____	\$ _____	\$ _____	\$ _____
Commercial_____		_____	_____	_____	_____
Industrial_____		_____	_____	_____	_____
Multiple Family_____		158,133	68,555	_____	226,688
Guaranteed Revenues_____		_____	_____	_____	_____
Other (Specify)_____		_____	_____	_____	_____
Total Gross Revenue _____		\$ 158,133	\$ 68,555	\$ _____	\$ 226,688
Operation Expense (Must tie to pages W-3 and S-3)	W-3 S-3	\$ 107,566	\$ 46,257	\$ _____	\$ 153,823
Depreciation Expense_____	F-5	58,242	92,840	_____	151,082
CIAC Amortization Expense_____	F-8	(12,133)	(12,799)	_____	(24,932)
Taxes Other Than Income_____	F-7	9,792	4,896	_____	14,688
Income Taxes_____	F-7	_____	_____	_____	_____
Total Operating Expense _____		\$ 183,467	131,194	_____	\$ 294,661
Net Operating Income (Loss) _____		\$ (5,334)	\$ (62,639)	\$ _____	\$ (67,973)
Other Income:					
Nonutility Income_____		\$ _____	\$ _____	\$ _____	\$ _____
_____		_____	_____	_____	_____
Other Deductions:					
Miscellaneous Nonutility Expenses_____		\$ _____	\$ _____	\$ _____	\$ _____
Interest Expense_____		_____	_____	_____	_____
_____		_____	_____	_____	_____
Net Income (Loss) _____		\$ (5,334)	\$ (62,639)	\$ _____	\$ (67,973)

UTILITY NAME: SERVICE MANAGEMENT SYSTEMS, INC

YEAR OF REPORT DECEMBER 31 1999

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Reference Page	Current Year	Previous Year
Assets:			
Utility Plant in Service (101-105) -----	F-5,W-1,S-1	\$ 3,759,667	\$ 3,567,298
Accumulated Depreciation and Amortization (108) -----	F-5,W-2,S-2	<u>2,092,858</u>	<u>1,941,776</u>
Net Utility Plant -----		\$ 1,666,809	\$ 1,625,522
Cash -----		23,834	25,679
Customer Accounts Receivable (141) -----			45,695
Other Assets (Specify): -----		20,826	
CERTIFICATE OF DEPOSIT -----		17,199	
UTILITY DEPOSIT -----		3,395	3,395
DUE FROM PETRUS GROUP -----		<u>95,000</u>	<u>29,500</u>
Total Assets -----		\$ <u>1,827,063</u>	\$ <u>1,729,791</u>
Liabilities and Capital:			
Common Stock Issued (201) -----	F-6	10,000	10,000
Preferred Stock Issued (204) -----	F-6		
Other Paid in Capital (211) -----		1,562,342	1,562,342
Retained Earnings (215) -----	F-6	(511,777)	(443,804)
Proprietary Capital (Proprietary and partnership only) (218) -----	F-6		
Total Capital -----		\$ <u>1,060,565</u>	\$ <u>1,128,528</u>
Long Term Debt (224) -----	F-6	\$	\$
Accounts Payable (231) -----		32,679	15,547
Notes Payable (232) -----			
Customer Deposits (235) -----			
Accrued Taxes (236) -----			
Other Liabilities (Specify) -----		166,385	
Advances for Construction -----			
Contributions in Aid of Construction - Net (271-272) -----	F-8	<u>567,434</u>	<u>585,706</u>
Total Liabilities and Capital -----		\$ <u>1,827,063</u>	\$ <u>1,729,791</u>

UTILITY NAME SERVICE MANAGEMENT SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

GROSS UTILITY PLANT

Plant Accounts: (101 - 107) inclusive	Water	Wastewater	Plant other Than Reporting Systems	Total
Utility Plant in Service	\$ 1,555,600	\$ 2,011,554	\$ _____	\$ 3,567,1554.
Construction Work in	_____	_____	_____	_____
Other (Specify) ADDITIONS	174,131	18,382	_____	192,513
	1721731	2029936	_____	_____
Total Utility Plant	\$ _____	\$ _____	\$ _____	\$ 3,759,667

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

Account 108	Water	Wastewater	Other Than Reporting Systems	Total
Balance First of Year	\$ 721,555	\$ 1,220,858	\$ _____	\$ 1,942,413
Add Credits During Year:				
Accruals charged to depreciation account	\$ 58,242	\$ 92,840	\$ _____	\$ 151,082
Salvage	_____	_____	_____	_____
Other Credits (specify)	_____	_____	_____	_____
Total Credits	\$ _____	\$ _____	\$ _____	\$ _____
Deduct Debits During Year:				
Book cost of plant retired	\$ _____	\$ 637	\$ _____	\$ 637
Cost of removal	_____	_____	_____	_____
Other debits (specify)	_____	_____	_____	_____
Total Debits	\$ _____	\$ _____	\$ _____	\$ _____
Balance End of Year	\$ 779,797	\$ 1,313,061	\$ _____	\$ 2,092,858

UTILITY NAME SERVICE MANAGEMENT SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

CAPITAL STOCK (201 - 204)

	Common Stock	Preferred Stock
Par or stated value per share _____	\$1.00	
Shares authorized _____ 10000		
Shares issued and outstanding _____ 10000		
Total par value of stock issued _____ \$10,000		
Dividends declared per share for year _____	\$0.00	

RETAINED EARNINGS (215)

	Appropriated	Un-Appropriated
Balance first of year _____	\$ _____	\$ (443,804)
Changes during the year (Specify):		
Net Operating Loss _____		(67,973)
Balance end of year _____	\$ _____	\$ (511,777)

PROPRIETARY CAPITAL (218)

	Proprietor Or Partner	Partner
Balance first of year _____	\$ 0	\$ _____
Changes during the year (Specify):		
Balance end of year _____	\$ 0	\$ _____

LONG TERM DEBT (224)

Description of Obligation (Including Date of Issue and Date of Maturity):	Interest		Principal per Balance Sheet Date
	Rate	# of Pymts	
_____			\$ _____
_____			\$ _____
Total _____			\$ 0

UTILITY NAME SERVICE MANAGEMENT SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

TAXES ACCRUED (236)

(a)	Water (b)	Wastewater (c)	Other (d)	Total (e)
Income Taxes:				
Federal income tax_____	\$ _____	\$ _____	\$ _____	\$ _____
State income Tax_____	_____	_____	_____	_____
Taxes Other Than Income:				
State ad valorem tax_____	_____	_____	_____	_____
Local property tax_____	_____	_____	_____	_____
Regulatory assessment fee_____	6,957	3,244	_____	10,201
Other (Specify)_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Taxes Accrued_____	\$ 6,957	\$ 3,244	\$ _____	\$ 10,201

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning outside 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
ACCURATE UTILITIES	\$ 27,265	\$ 6,070	OPERATION
P.B.S. & J.	\$ 13,227	\$ 621	ENGINEERING SERVICE
BRAY BECK & KOTTER	\$ 2,800	\$ 1,400	ADMINISTRATIVE SERVICE
DERRICO CONSTRUCTION	\$ 29,078	\$ 18,817	CONSTRUCTION
CROM CORP.	\$ 127,771	\$ _____	CONSTRUCTION
SYSTEMATIC SERVICES	\$ 3,195	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____
_____	\$ _____	\$ _____	_____

CONTRIBUTIONS IN AID OF CONSTRUCTION (271)

(a)	Water (b)	Wastewater (c)	Total (d)
1) Balance first of year _____	\$ 409,050	\$ 460,387	\$ 869,437
2) Add credits during year _____			
3) Total _____	\$ 3,615	\$ 3,045	\$ 6,660
4) Deduct charges during the year _____	412,665	463,432	876,097
5) Balance end of year _____	412,665	463,432	876,097
6) Less Accumulated Amortization _____	127,473	181,190	308,663
7) Net CIAC _____	\$ 285,192	\$ 282,242	\$ 567,434

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
CERTIFIED BUILDING CORP.		CASH	3,615	3,045
_____		_____	_____	_____
_____		_____	_____	_____
_____		_____	_____	_____
Sub-total _____			\$ 3,615	\$ 3,045
Report below all capacity charges, main extension charges and customer connection charges received during the year.				
Description of Charge	Number of Connections	Charge per Connection		
_____	_____	\$ _____	\$ _____	\$ _____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Credits During Year (Must agree with line # 2 above.) _____			\$ 3,615	\$ 3,045

ACCUMULATED AMORTIZATION OF CIAC (272)

	Water	Wastewater	Total
Balance First of Year _____	\$ 115,340	\$ 168,391	\$ 283,731
Add Credits During Year: _____			
Deduct Debits During Year: _____	12,133	12,799	24,932
Balance End of Year (Must agree with line #6 above.) _____	\$ 127,473	\$ 181,190	\$ 308,663

**** COMPLETION OF SCHEDULE REQUIRED ONLY IF AFUDC WAS CHARGED DURING YEAR ****

UTILITY NAME Service Management Systems, Inc.

YEAR OF REPORT DECEMBER 31 1999

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (1)

Class of Capital (a)	Dollar Amount (b)	Percentage of Capital (c)	Actual Cost Rates (d)	Weighted Cost [c x d] (e)
Common Equity	\$ _____	_____ %	_____ %	_____ %
Preferred Stock	_____	_____ %	_____ %	_____ %
Long Term Debt	_____	_____ %	_____ %	_____ %
Customer Deposits	_____	_____ %	_____ %	_____ %
Tax Credits - Zero Cost	_____	_____ %	0.00 %	_____ %
Tax Credits - Weighted Cost	_____	_____ %	_____ %	_____ %
Deferred Income Taxes	_____	_____ %	_____ %	_____ %
Other (Explain)	_____	_____ %	_____ %	_____ %
Total	\$ _____	100.00 %		_____ %

(1) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

APPROVED AFUDC RATE

Current Commission approved AFUDC rate: _____ %
Commission Order Number approving AFUDC rate: _____

**WATER
OPERATING
SECTION**

UTILITY NAME: SERVICE MANAGEMENT SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31 1999

WATER UTILITY PLANT ACCOUNTS

Acct. No. (a)	Account Name (b)	Previous Year (c)	Additions (d)	Retirements (e)	Current Year (f)
301	Organization	\$ 1,050	\$	\$	\$ 1,050
302	Franchises	62,080			62,080
303	Land and Land Rights	16,415			16,415
304	Structures and Improvements				
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	137,156		21,888	115,268
310	Power Generation Equipment				
311	Pumping Equipment	64,796			64,796
320	Water Treatment Equipment	356,506			356,506
330	Distribution Reservoirs and Standpipes	471,964	152,369		624,333
331	Transmission and Distribution Lines	97,972	42,525		140,497
333	Services	92,092	430		92,522
334	Meters and Meter Installations	17,147	425		17,572
335	Hydrants	6,300			6,300
336	Backflow Prevention Devices				
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 Equipment				
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment	61			61
348	Other Tangible Plant				
	Total Water Plant	\$ 1,555,600	\$ 195,749	\$ 21,888	\$ 1,729,461

UTILITY NAME: SERVICE MANAGEMENT SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Acct. No. (a)	Account (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)
304	Structures and Improvements	28	3.57 %	%	\$ 9,744	\$	\$ 774	\$ 10,518
305	Collecting and Impounding							
	Reservoirs	40	2.47 %	%			3,765	3,765
306	Lake, River and Other Intakes			%				
307	Wells and Springs	28	3.57 %	%	119,538		8,246	127,784
308	Infiltration Galleries & Tunnels			%				
309	Supply Mains	32	3.13 %	%	18,234		4,626	22,860
310	Power Generating Equipment			%				
311	Pumping Equipment	17	5.88 %	%	16,019		2,389	18,408
320	Water Treatment Equipment	21	4.76 %	%	239,342		16,976	256,318
330	Distribution Reservoirs & Standpipes	33	3.03 %	%	272,777		14,302	287,079
331	Trans & Dist. Mains	36	2.77 %	%	11,916		3,286	15,202
333	Services	36	2.77 %	%	30,365		2,563	32,928
334	Meter & Meter Installations	17	5.88 %	%	2,440		1,033	3,473
335	Hydrants	40	2.5 %	%	427		158	585
336	Backflow Prevention Devices			%				
339	Other Plant and Miscellaneous Equipment	20	5 %	%	270		60	330
340	Office Furniture and Equipment			%				
341	Transportation Equipment			%				
342	Stores Equipment			%				
343	Tools, Shop and Garage Equipment			%				
344	Laboratory Equipment			%				
345	Power Operated Equipment			%				
346	Communication Equipment			%				
347	Miscellaneous Equipment	10	10 %	%	28		21	49
348	Other Tangible Plant	24	4.17 %	%	454		44	498
	Totals				\$ 721,554	\$	\$ 58,243	\$ 779,797

* This amount should tie to Sheet F-5.

WATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
601	Salaries and Wages - Employees	\$
603	Salaries and Wages - Officers, Directors, and Majority Stockholders	
604	Employee Pensions and Benefits	
610	Purchased Water	
615	Purchased Power	23,055
616	Fuel for Power Production	295
618	Chemicals	6,255
620	Materials and Supplies	2,664
630	Contractual Services:	
	Billing	
	Professional	25,896
	Testing	4,355
	Other	218
640	Rents	0
650	Transportation Expense	1,100
655	Insurance Expense	2,883
665	Regulatory Commission Expenses (Amortized Rate Case Expense)	13,568
670	Bad Debt Expense	
675	Miscellaneous Expenses	27,257
	Total Water Operation And Maintenance Expense	\$ 107,566

* 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	146	153	153
3/4"	D	1.5	2	2	3
1"	D	2.5	5	5	13
1 1/2"	D,T	5.0	3	2	10
General Service					
5/8"	D	1.0			
3/4"	D	1.5			
1"	D	2.5			
1 1/2"	D,T	5.0			
2"	D,C,T	8.0	3	4	32
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers					
Other (Specify)					
Total			159	166	211

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: _____ SERVICE MANAGEMENT SYSTEMS, INC.

YEAR OF REPORT
DECEMBER 31, 1999

SYSTEM NAME: _____ Aquarina

PUMPING AND PURCHASED WATER STATISTICS

(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		911		911	820
February		849		849	1,304
March		904		904	1,041
April		792		792	683
May		668		668	558
June		593		593	494
July		834		834	696
August		674		674	612
September		643		643	627
October		654		654	582
November		758		758	676
December		716		716	793
Total for Year	0	8996	0	8996	8886

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

MAINS (FEET)

Kind of Pipe (PVC, 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"	6,586	390		6,976
PVC Potable	6"	10,190			0
PVC Non Potable	6"	1,500			10,190
					1,500
DIP Potable	6"	60			0
PVC Potable	4"	4,990	440		60
PVC Potable	16"	600			5,430
PVC Non Potable	12"	7,140	470		600
PVC Potable	2"	0	620		7,610
					620

UTILITY NAME: _____

YEAR OF REPORT
DECEMBER 31, 1999

SYSTEM NAME: _____ Aquarina

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed _____	1981	1981		
Types of Well Construction and Casing _____				
Depth of Wells _____	600'	600'		
Diameters of Wells _____	12"	12"		
Pump - GPM _____				
Motor - HP _____	10 HP			
Motor Type * _____				
Yields of Wells in GPD _____	1,000,000	1,000,000		
Auxiliary Power _____				
* Submersible, centrifugal, etc.				

RESERVOIRS

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

HIGH SERVICE PUMPING

(a)	(b)	(c)	(d)	(e)
Motors				
Manufacturer _____				
Type _____				
Rated Horsepower _____	10	60	60	60
Pumps				
Manufacturer _____				
Type _____				
Capacity in GPM _____				
Average Number of Hours Operated Per Day _____				
Auxiliary Power _____				

UTILITY NAME: _____ Aquarina

YEAR OF REPORT
DECEMBER 31, 99

SOURCE OF SUPPLY

List for each source of supply (Ground, Surface, Purchased Water etc.)		
Permitted Gals. per day _____	364,000	21,600
Type of Source _____	ground	surface

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 _____		_____
Reverse Osmosis _____	xxx	_____
Lime Treatment		_____
Unit Rating _____		_____
Filtration		_____
Pressure Sq. Ft. _____		_____
Gravity GPD/Sq.Ft. _____		_____
Disinfection		_____
Chlorinator _____		_____
Ozone _____		_____
Other _____		_____
Auxiliary Power _____		_____

**WASTEWATER
OPERATING
SECTION**

UTILITY NAME: Service Management Systems

YEAR OF REPORT
DECEMBER 31, 1999

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	Franchisees				
353	Land and Land Rights	33,680			33,680
354	Structures and Improvements	18,769			18,769
355	Power Generation Equipment				
360	Collection Sewers - Force	182,835			182,835
361	Collection Sewers - Gravity	280,669			280,669
362	Special Collecting Structures				
363	Services to Customers	140,857	825		141,682
364	Flow Measuring Devices				
365	Flow Measuring Installations				
370	Receiving Wells				
371	Pumping Equipment	2,094			2,094
380	Treatment and Disposal Equipment	1,189,350			1,189,350
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		17,557		17,557
398	Other Tangible Plant	3,660			3,660
	Total Wastewater Plant	2,011,554	\$ 18,382	\$	\$ 2,031,935

* This amount should tie to sheet F-5.

UTILITY NAME: SERVICE MANAGEMENT SYSTEMS, INC

YEAR OF REPORT
DECEMBER 31, 1999

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WASTEWATER

Acct. No. (a)	Account (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)
354	Structures and Improvements	18	%	5.56 %	\$ 11,954	\$	\$ 1043	\$ 12,997
355	Power Generation Equipment		%	%				0
360	Collection Sewers - Force	35	%	2.85 %	62,313		5224	67,537
361	Collection Sewers - Gravity	40	%	2.5 %	27,894		7017	34,911
362	Special Collecting Structures		%	%			4048	4,048
363	Services to Customers	35	%	2.86 %	51,198			51,198
364	Flow Measuring Devices		%	%				0
365	Flow Measuring Installations		%	%				0
370	Receiving Wells		%	%				0
371	Pumping Equipment	18	%	5.56 %	413			0
380	Treatment and Disposal Equipment	18	%	5.56 %	953,363	637	66075	1,018,801
381	Plant Sewers		%	%				0
382	Outfall Sewer Lines	18	%	5.56 %	112,067		8772	120,839
389	Other Plant and Miscellaneous Equipment	17	%	5.58 %	185		41	226
390	Office Furniture and Equipment		%	%				0
391	Transportation Equipment		%	%				0
392	Stores Equipment		%	%				0
393	Tools, Shop and Garage Equipment		%	%				0
394	Laboratory Equipment		%	%				0
395	Power Operated Equipment		%	%				0
396	Communication Equipment		%	%				0
397	Miscellaneous Equipment	19	%	5.26 %	858			0
398	Other Tangible Plant	10	%	10 %	613		139	997
	Totals				\$ 1,220,858	\$ 637	\$ 92,840	\$ 1,313,061 *

* This amount should tie to Sheet F-5.

UTILITY NAME: Service Management Systems, Inc.

YEAR OF REPORT
DECEMBER 31 1999

WASTEWATER OPERATION AND MAINTENANCE EXPENSE

Acct. No.	Account Name	Amount
701	Salaries and Wages - Employees	\$
703	Salaries and Wages - Officers, Directors, and Majority Stockholders	
704	Employee Pensions and Benefits	
710	Purchased Wastewater Treatment	
711	Sludge Removal Expense	
715	Purchased Power	
718	Fuel for Power Production	
718	Chemicals	10,034
720	Materials and Supplies	147
730	Contractual Services:	1,132
	Billing	1,242
	Professional	
	Testing	5,167
	Other	2,488
740	Rents	507
750	Transportation Expense	3,459
755	Insurance Expense	550
765	Regulatory Commission Expenses (Amortized Rate Case Expense)	1,441
770	Bad Debt Expense	6,345
775	Miscellaneous Expenses	0
		<u>13,745</u>
	Total Wastewater Operation And Maintenance Expense	\$ 46,257
	* This amount should tie to Sheet F-3.	

WASTEWATER CUSTOMERS

Description (a)	Type of Meter ** (b)	Equivalent Factor (c)	Number of Active Customers		Number of equivalents (c x e) (f)
			Start of Year (d)	End of Year (e)	
Residential Service					
All meter sizes	D	1.0	142	155	155
General Service					
5/8"	D	1.0			
3/4"	D	1.5	1	1	1.5
1"	D	2.5	5	5	12.5
1 1/2"	D,T	5.0	2	3	15
2"	D,C,T	8.0	2	4	32
3"	D	15.0			
3"	C	16.0			
3"	T	17.5			
Unmetered Customers Other (Specify)					
Total					216

** D = Displacement
C = Compound
T = Turbine

UTILITY NAME: _____ Service Management Systems

SYSTEM NAME: _____ Aquarina

YEAR OF REPORT
DECEMBER 31*** 1999

TREATMENT PLANT

Manufacturer _____	Schriber		
Type _____	Activated Sludge		
"Steel" or "Concrete" _____	Concrete		
Total Permitted Capacity _____	300,000 GPD		
Average Daily Flow _____	25,000 GPD		
Method of Effluent Disposal _____	Drain Field		
Permitted Capacity of Disposal _____	75,000 GPD		
Total Gallons of Wastewater treated _____	8 MG		

MASTER LIFT STATION PUMPS

Manufacturer _____					
Capacity (GPM's) _____					
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 _____	782		782
February _____	1237		1237
March _____	693		693
April _____	649		649
May _____	519		519
June _____	455		455
July _____	601		601
August _____	527		527
September _____	584		584
October _____	540		540
November _____	648		648
December _____	765		765
Total for year _____	8000	0	8000

If Wastewater Treatment is purchased, indicate the vendor: _____ n/a

UTILITY NAME: Service Management Systems, Inc.

YEAR OF REPORT
DECEMBER 31, 1999


CERTIFICATION OF ANNUAL REPORT

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

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


James H. Bates President
(signature of chief executive officer of the utility)

1. 2. 3. 4.

(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.