

CLASS "A" OR "B"

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

REVISED  
ANNUAL REPORT

OF

*WS236-18-AR*

WATER MANAGEMENT SERVICES, INC

Exact Legal Name of Respondent

OFFICIAL COPY  
Public Service Commission  
Do Not Remove from This Office

302W

Certificate Number(s)

Submitted To The

STATE OF FLORIDA



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2018

## 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**

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**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.

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.
X	X	X	X

  
 \_\_\_\_\_  
 (Signature of Chief Executive Officer of the utility) \*

1.	2.	3.	4.
X	X	X	X

  
 \_\_\_\_\_  
 (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, 2018

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; office@wmsistgeorge.com

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)524-6200

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>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 <input type="checkbox"/>	Partnership <input type="checkbox"/>	Sub S Corporation <input type="checkbox"/>	1120 Corporation <input checked="" type="checkbox"/>
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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>

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

<b>YEAR OF REPORT</b> December 31, 2018
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**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
Brenda Molsbee	Certified Opeator	Operations Manager	General Business
Hank Garrett	Certified Operator	Assistant Operations Manager	General Business
Martin S. Friedman 5300 S. Atlantic Ave. New Smyrna Beach, FL 32169 (407)830-6331, (407)830-8522 (Fax)	Attorney		Regulatory Matters
Barbara S. Withers Leonard & Withers 3837 A Killearn Center Ct Tallahassee, FL 32309 (850)893-4080	CPA		Accounting and Tax
Les Thomas, P.E. 3640 Pointview Circle Gainesville, GA 30506 (678)677-6420	Engineer		Engineering
Denise E. Brown Green Wing Partners, LLC 3653 Dwight Davis Drive Tallahassee, FL 32312	Business Consultant		General Business

(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.



UTILITY NAME: WATER MANAGEMENT SERVICES, INC

### 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 name on the certificate was changed to Water Management Services, Inc. in 1997. 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. The Company provides limited fire protection through 157 hydrants on the island.

The island population fluctuates widely because it is a vacation/resort area. Accordingly, there are peak demands during summer and other holiday periods, with lower demand the remainder of the year. The utility has sufficient capacity to meet all current demands. Construction of the system commenced in 1974, and improvement have been made over the years. On April 1, 2016, the Company completed construction of substantial improvements to the plant to prevent a deterioration of the system's reliability. Those improvements included a new 600,000 gallon ground storage tank, new pumping and control facilities, new electrical facilities, new chlorination facilities, a new facilities building, additional distribution lines, a partial new supply main, and a SCADA system to facilitate all operations. These improvements were made so that the utility can meet its primary goal and 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 handles most administrative, legal and accounting functions. The St. George Island office has two certified operators and two technicians, who handle the day-to-day operation of the utility, including the billing of customers.

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**PARENT / AFFILIATE ORGANIZATION CHART**

Current as of 12/31/18

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

<b>YEAR OF REPORT</b> December 31, 2018
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### 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	100%	\$ 127,765
Sandra Chase	Vice President	100%	98,287

### 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

**BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES**

List all contracts, agreements, or other business arrangements* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on page E-6. In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.			
NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
Brown Management Group, Inc	Office Rental	\$ 15,750	BMG, Inc. 250 John Knox Rd. # 4 Tallahassee, FL 32303
Brown Management Group, Inc	Management, Financial Services, Legal Services, and Support for Engineering, Accounting, Administrative, etc. Use of Heavy Equipment.	140,000	BMG, Inc. 250 John Knox Rd. # 4 Tallahassee, FL 32303

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

**AFFILIATION OF OFFICERS AND DIRECTORS**

For each of the officials listed on page E-6, list the principal occupation or business affiliations or connections with any other business or financial organizations, firms, or partnerships. For purposes of this part, an official will be considered to have an affiliation with any business or financial organization, firm or partnership in which he is an officer, director, trustee, partner, or a person exercising similar functions.

NAME (a)	PRINCIPAL OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
Gene D. Brown	Officer/Director	Legal Services	Gene D. Brown
Gene D. Brown	Officer/Director of General Partner	President of Corporate General Partners of General Partner	St. George Isl. Utility Co, Ltd.
Gene. D. Brown	Officer/Director of General Partner	President of Corporate General Partners	Leisure Properties, Ltd.
Gene D. Brown	Officer/Director	President	St. George's Plantation, Inc.
Gene D. Brown	Officer/Director	President	Brown Management Group, Inc.
			All above located at 250 John Knox Rd, # 4 Tallahassee, FL 32303

YEAR OF REPORT  
December 31, 2018

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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

	ASSETS			REVENUES			EXPENSES		
	BUSINESS OR SERVICE CONDUCTED (a)	BOOK COST OF ASSETS (b)	ACCOUNT NUMBER (c)	REVENUES GENERATED (d)	ACCOUNT NUMBER (e)	EXPENSES INCURRED (f)	ACCOUNT NUMBER (g)		
None	\$			\$		\$			

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

<b>YEAR OF REPORT</b> December 31, 2018
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**BUSINESS TRANSACTIONS WITH RELATED PARTIES**

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

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

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

<ul style="list-style-type: none"> <li>-management, legal and accounting services</li> <li>-computer services</li> <li>-engineering &amp; construction services</li> <li>-repairing and servicing of equipment</li> </ul>	<ul style="list-style-type: none"> <li>-material and supplies furnished</li> <li>-leasing of structures, land, and equipment</li> <li>-rental transactions</li> <li>-sale, purchase or transfer of various products</li> </ul>
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NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION SERVICE AND/OR NAME OF PRODUCT (b)	CONTRACT OR AGREEMENT EFFECTIVE DATES (c)	ANNUAL CHARGES	
			(P)urchased (S)old (d)	AMOUNT (e)
Brown Management Group, Inc.	Office Rental	January 1, 2010	S	\$ 15,750
Brown Management Group, Inc.	Management, Financial Services, Legal Services, and Support for Engineering, Accounting, Administrative, etc. Use of Heavy Equipment.	January 1, 2018	S	140,000

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)**

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

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

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION OF ITEMS (b)	SALE OR PURCHASE PRICE (c)	NET BOOK VALUE (d)	GAIN OR LOSS (e)	FAIR MARKET VALUE (f)



**FINANCIAL**

**SECTION**

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**COMPARATIVE BALANCE SHEET  
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>UTILITY PLANT</b>				
101-106	Utility Plant	F-7	\$ 12,939,944	12,957,399
108-110	Less: Accumulated Depreciation and Amortization	F-8	4,613,693	4,983,347
Net Plant			\$ 8,326,251	7,974,052
114-115	Utility Plant Acquisition adjustment (Net)	F-7		
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 8,326,251	7,974,052
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-9	\$ 1,407,256	1,424,420
122	Less: Accumulated Depreciation and Amortization		344,439	363,042
Net Nonutility Property			\$ 1,062,817	1,061,378
123	Investment in Associated Companies	F-10	1,215,075	1,215,075
124	Utility Investments	F-10		
125	Other Investments	F-10		
126-127	Special Funds	F-10		
Total Other Property & Investments			\$ 2,277,892	2,276,453
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		\$ (9,264)	(3,133)
132	Special Deposits	F-9	420	1,073
133	Other Special Deposits	F-9		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-11	107,884	136,958
145	Accounts Receivable from Associated Companies	F-12	60	
146	Notes Receivable from Associated Companies	F-12		
151-153	Material and Supplies			
161	Stores Expense			
162	Prepayments		49,019	28,504
171	Accrued Interest and Dividends Receivable			
172 *	Rents Receivable			
173 *	Accrued Utility Revenues			
174	Miscellaneous Current and Accrued Assets	F-12		
Total Current and Accrued Assets			\$ 148,119	163,402

\* Not Applicable for Class B Utilities

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

<b>YEAR OF REPORT</b> December 31, 2018
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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	\$ 271,440	253,177
182	Extraordinary Property Losses	F-13		
183	Preliminary Survey & Investigation Charges		14,400	10,800
184	Clearing Accounts			
185 *	Temporary Facilities			
186	Miscellaneous Deferred Debits	F-14		
187 *	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes			
	Total Deferred Debits		\$ 285,840	263,977
	<b>TOTAL ASSETS AND OTHER DEBITS</b>		<b>\$ 11,038,102</b>	<b>10,677,884</b>

\* 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

<b>YEAR OF REPORT</b> December 31, 2018
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**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>EQUITY CAPITAL</b>				
201	Common Stock Issued	F-15	\$ 10,000	10,000
204	Preferred Stock Issued	F-15		
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	(2,084,389)	(2,367,732)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			\$ (2,562,937)	(2,846,280)
<b>LONG TERM DEBT</b>				
221	Bonds	F-15		
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17		
224	Other Long Term Debt	F-17	10,353,593	10,034,187
Total Long Term Debt			\$ 10,353,593	10,034,187
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable		370,583	298,666
232	Notes Payable	F-18	405,642	420,397
233	Accounts Payable to Associated Companies	F-18	12,002	260,164
234	Notes Payable to Associated Companies	F-18		
235	Customer Deposits		182,790	191,066
236	Accrued Taxes	W/S-3	93,303	86,580
237	Accrued Interest	F-19	34,723	43,443
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20	610	199
Total Current & Accrued Liabilities			\$ 1,099,653	1,300,515

\* Not Applicable for Class B Utilities

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>DEFERRED CREDITS</b>				
251	Unamortized Premium On Debt	F-13	\$ _____	\$ _____
252	Advances For Construction	F-20	3,530	3,530
253	Other Deferred Credits	F-21	0	
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits			\$ <u>3,530</u>	<u>3,530</u>
<b>OPERATING RESERVES</b>				
261	Property Insurance Reserve		\$ _____	_____
262	Injuries & Damages Reserve		_____	_____
263	Pensions and Benefits Reserve		_____	_____
265	Miscellaneous Operating Reserves		_____	_____
*Total Operating Reserves			\$ _____	_____
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>				
271	Contributions in Aid of Construction	F-22	\$ 4,355,935	4,524,467
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	(2,211,672)	(2,338,535)
Total Net CIAC			\$ <u>2,144,263</u>	<u>2,185,932</u>
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$ _____	_____
282	Accumulated Deferred Income Taxes - Liberalized Depreciation		_____	_____
283	Accumulated Deferred Income Taxes - Other		_____	_____
Total Accumulated Deferred Income Tax			\$ _____	_____
<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>			\$ <u>11,038,102</u>	<u>10,677,884</u>

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2018

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)	\$ 2,067,028	2,136,458
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)	246	491
Net Operating Revenues			\$ 2,066,782	2,135,967
401	Operating Expenses	F-3(b)	\$ 1,327,231	1,448,657
403	Depreciation Expense:	F-3(b)	\$ 418,944	386,254
	Less: Amortization of CIAC	F-22	120,872	126,863
Net Depreciation Expense			\$ 298,072	259,391
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)		
407	Amortization Expense (Other than CIAC)	F-3(b)	3,600	3,600
408	Taxes Other Than Income	W/S-3	187,911	160,561
409	Current Income Taxes	W/S-3		
410.1	Deferred Federal Income Taxes	W/S-3		
410.11	Deferred State Income Taxes	W/S-3		
411.1	Provision for Deferred Income Taxes - Credit	W/S-3		
412.1	Investment Tax Credits Deferred to Future Periods	W/S-3		
412.11	Investment Tax Credits Restored to Operating Income	W/S-3		
Utility Operating Expenses			\$ 1,816,814	1,872,209
Net Utility Operating Income			\$ 249,968	263,758
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	246	491
413	Income From Utility Plant Leased to Others			
414	Gains (losses) From Disposition of Utility Property		(84,306)	4,112
420	Allowance for Funds Used During Construction			
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ 165,908	268,361

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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

WATER SCHEDULE W-3 * (f)	WASTEWATER SCHEDULE S-3 * (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ 2,136,458 491		
\$ 2,135,967		
\$ 1,448,657		
386,254 126,863		
\$ 259,391		
3,600 160,561		
\$ 1,872,209		
\$ 263,758		
491		
4,112		
\$ 268,361		

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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**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)]			\$ 165,908	268,361
<b>OTHER INCOME AND DEDUCTIONS</b>				
415	Revenues-Merchandising, Jobbing, and Contract Deductions		\$ _____	_____
416	Costs & Expenses of Merchandising Jobbing, and Contract Work		_____	_____
419	Interest and Dividend Income		249	367
421	Nonutility Income		19,350	25,750
426	Miscellaneous Nonutility Expenses		(11,050)	(21,172)
Total Other Income and Deductions			\$ 8,549	(4,945)
<b>TAXES APPLICABLE TO OTHER INCOME</b>				
408.2	Taxes Other Than Income		\$ _____	_____
409.2	Income Taxes		_____	_____
410.2	Provision for Deferred Income Taxes		_____	_____
411.2	Provision for Deferred Income Taxes - Credit		_____	_____
412.2	Investment Tax Credits - Net		_____	_____
412.3	Investment Tax Credits Restored to Operating Income		_____	_____
Total Taxes Applicable To Other Income			\$ _____	_____
<b>INTEREST EXPENSE</b>				
427	Interest Expense	F-19	\$ 502,629	537,601
428	Amortization of Debt Discount & Expense	F-13	17,371	19,048
429	Amortization of Premium on Debt	F-13	_____	_____
Total Interest Expense			\$ 520,000	556,649
<b>EXTRAORDINARY ITEMS</b>				
433	Extraordinary Income		\$ _____	_____
434	Extraordinary Deductions		_____	_____
409.3	Income Taxes, Extraordinary Items		_____	_____
Total Extraordinary Items			\$ _____	_____
<b>NET INCOME</b>			\$ (345,543)	(283,343)

Explain Extraordinary Income:

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UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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**SCHEDULE OF YEAR END RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	WASTEWATER UTILITY (e)
101	Utility Plant In Service	F-7	\$ 12,957,399	
	Less:			
	Nonused and Useful Plant (1)		1,526	
108	Accumulated Depreciation	F-8	4,983,347	
110	Accumulated Amortization	F-8		
271	Contributions in Aid of Construction	F-22	4,524,467	
252	Advances for Construction	F-20	3,530	
Subtotal			\$ 3,444,529	
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	2,338,535	
Subtotal			\$ 5,783,064	
114	Plus or Minus: Acquisition Adjustments (2)	F-7		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7		
	Working Capital Allowance (3)			
	Other (Specify): Negative WCAP set to 0			
RATE BASE			\$ 5,783,064	
Net Utility Operating Income			263,758	
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			4.56%	

**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 CURRENT COST OF CAPITAL  
CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING (1)**

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (2) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (3) (d)	WEIGHTED COST (c x d) (e)
Common Equity	\$ 0	0.00%	0.00%	0.00%
Preferred Stock	0	0.00%		0.00%
Long & Short Term Debt	10,661,923	98.29%	5.19%	5.11%
Customer Deposits	185,556	1.71%	3.00%	0.05%
Tax Credits - Zero Cost	0	0.00%		0.00%
Tax Credits - Weighted Cost	0	0.00%		0.00%
Deferred Income Taxes	0	0.00%		0.00%
Other (Explain)	0	0.00%		0.00%
<b>Total</b>	\$ <u>10,847,479</u>	<u>100.00%</u>		<u>5.16%</u>

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

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

(2) Should equal amounts on Schedule F-6, Column (g).

(3) Mid-point of the last authorized Return On Equity or current leverage formula if none has been established.

Must be calculated using the same methodology used in the last rate proceeding using current annual report year end amounts and cost rates.

**APPROVED RETURN ON EQUITY**

Current Commission Return on Equity:	<u>11.16%</u>
Commission order approving Return on Equity:	<u>PSC-13-0197-FOF-WU</u>

**APPROVED AFUDC RATE**

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

Current Commission Approved AFUDC rate:	_____
Commission order approving AFUDC rate:	_____

If any utility capitalized any charge in lieu of AFUDC (such as interest only), state the basis of the charge, an explanation as to why AFUDC was not charged and the percentage capitalized.

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

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

<b>CLASS OF CAPITAL (a)</b>	<b>PER BOOK BALANCE (b)</b>	<b>NON-UTILITY ADJUSTMENTS (c)</b>	<b>NON-JURISDICTIONAL ADJUSTMENTS (d)</b>	<b>OTHER (1) ADJUSTMENTS SPECIFIC (e)</b>	<b>OTHER (1) ADJUSTMENTS PRO RATA (f)</b>	<b>CAPITAL STRUCTURE (g)</b>
Common Equity	\$ (2,533,439)			2,533,439		\$ 0
Preferred Stock						0
Long Term Debt	10,661,923				5,064,415	5,597,508
Customer Deposits	185,556					185,556
Tax Credits - Zero Cost						0
Tax Credits - Weighted Cost						0
Deferred Inc. Taxes						0
Other (Explain)						0
<b>Total</b>	<b>\$ 8,314,040</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,533,439</b>	<b>\$ 5,064,415</b>	<b>\$ 5,783,064</b>

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

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**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	\$ 12,957,399	_____	_____	12,957,399
102	Utility Plant Leased to Other	_____	_____	_____	_____
103	Property Held for Future Use	_____	_____	_____	_____
104	Utility Plant Purchased or Sold	_____	_____	_____	_____
105	Construction Work in Progress	_____	_____	_____	_____
106	Completed Construction Not Classified	_____	_____	_____	0
Total Utility Plant		\$ 12,957,399	\$ 0	\$ 0	\$ 12,957,399

**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

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

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
<b>ACCUMULATED DEPRECIATION</b>				
Account 108				4,613,693
Balance first of year	\$ 4,613,693			
Credit during year:				
Accruals charged to:				
Account 108.XX	\$ 386,254			386,254
Salvage				
Other Credits (Specify):				
Total Credits	\$ 386,254			386,254
Debits during year:				
Book cost of plant retired	(16,601)			(16,601)
Cost of Removal				
Other Debits (specify):				
Reclass to Non-Utility				
Total Debits	\$ (16,601)			(16,601)
Balance end of year	\$ 4,983,346			4,983,346
<b>ACCUMULATED AMORTIZATION</b>				
Account 110				14,400
Balance first of year	\$ 14,400			
Credit during year:				
Accruals charged to:				
Account 110	\$ 3,600			3,600
Account 110.6				
Other Accounts (specify):				
Total credits	\$			
Debits during year:				
Acct 110.6				
Total Debits	\$			
Balance end of year	\$ 10,800			10,800

(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)
_____	\$ _____ 0	_____	_____ 0
_____	_____	_____	_____
_____	_____	_____	_____
Total	\$ _____ 0		\$ _____ 0

**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	_____ 22,173	_____	_____	_____ 22,173
Old Building - Office	_____ 153,457	_____	_____	_____ 153,457
Old Plant	_____ 281,304	_____	_____	_____ 281,304
Old Building - Plant	_____ 134,956	_____ 17,164	_____	_____ 152,120
Total Nonutility Property	\$ _____ 1,407,256	\$ _____ 17,164	\$ _____ 0	\$ _____ 1,424,420

**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):	
Ameris Bank - Escrow Account 1	\$ _____ 35
Ameris Bank - Escrow Account 2	_____ 1,038
_____	_____
Total Special Deposits	\$ _____ 1,073
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): <u>Brown Management Group, Inc</u> _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ <u>1,215,075</u> _____ _____ _____ _____
Total Investment in Associated Companies		\$ <u><u>1,215,075</u></u>
UTILITY INVESTMENTS (Account 124): <u>N/A</u> _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Utility Investment		\$ <u><u>0</u></u>
OTHER INVESTMENTS (Account 125): <u>N/A</u> _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Other Investment		\$ <u><u>0</u></u>
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): <u>N/A</u> _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Special Funds		\$ <u><u>0</u></u>

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	\$ 163,705	
_____	_____	
_____	_____	
Total Customer Accounts Receivable		163,705
OTHER ACCOUNTS RECEIVABLE ( Account 142):		
Insurance	\$ 2,650	
Refunds	3	
_____	_____	
_____	_____	
Total Other Accounts Receivable		2,653
NOTES RECEIVABLE (Account 144 ):		
_____	\$ _____	
_____	_____	
_____	_____	
Total Notes Receivable		
Total Accounts and Notes Receivable		0
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS ( Account 143)		
Balance first of year	\$ 29,400	
Add: Provision for uncollectibles for current year	\$ _____	
Collection of accounts previously written off	_____	
Utility Accounts	_____	
Others	_____	
_____	_____	
Total Additions	\$ 0	
Deduct accounts written off during year:		
Utility Accounts	_____	
Others	_____	
_____	_____	
Total accounts written off	\$ 0	
Balance end of year		29,400
<b>TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET</b>		<u>136,958</u>



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UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES  
ACCOUNT 145**

Report each account receivable from associated companies separately.

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

**NOTES RECEIVABLE FROM ASSOCIATED COMPANIES  
ACCOUNT 146**

Report each note receivable from associated companies separately.

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

**MISCELLANEOUS CURRENT AND ACCRUED ASSETS  
ACCOUNT 174**

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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

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

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Account 181):		
DEP- SRF Loan	\$ 7,347	25,620
Ameris Bank Loan	11,405	224,503
CoBank	296	2,269
Regions		308
Prospect		477
<b>Total Unamortized Debt Discount and Expense</b>	<b>\$ 19,048</b>	<b>253,177</b>
UNAMORTIZED PREMIUM ON DEBT (Account 251):		
N/A	\$	\$
<b>Total Unamortized Premium on Debt</b>	<b>\$ 0</b>	<b>\$ 0</b>

**EXTRAORDINARY PROPERTY LOSSES  
ACCOUNT 182**

Report each item separately.

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

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UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**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)  N/A   	\$ 0   	0   
Total Deferred Rate Case Expense	\$ 0	0
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):       	\$      	      
Total Other Deferred Debits	\$ 0	0
REGULATORY ASSETS (Class A Utilities: Account. 186.3):  N/A      	\$      	\$      
Total Regulatory Assets	\$ 0	\$ 0
<b>TOTAL MISCELLANEOUS DEFERRED DEBITS</b>	\$ 0	\$ 0

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

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**CAPITAL STOCK  
ACCOUNTS 201 AND 204\***

DESCRIPTION (a)	RATE (b)	TOTAL (c)
<b>COMMON STOCK</b>		
Par or stated value per share	%	\$ 0.10
Shares authorized		100,000
Shares issued and outstanding		100,000
Total par value of stock issued	%	\$ 10,000
Dividends declared per share for year	%	\$ 0
<b>PREFERRED STOCK</b>		
Par or stated value per share	%	\$ _____
Shares authorized		_____
Shares issued and outstanding		_____
Total par value of stock issued	%	\$ _____
Dividends declared per share for year	%	\$ _____

\* Account 204 not applicable for Class B utilities.

**BONDS  
ACCOUNT 221**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
N/A	%	_____	\$ _____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
_____	%	_____	_____
<b>Total</b>			\$ <u>0</u>

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

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UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**STATEMENT OF RETAINED EARNINGS**

- Dividends should be shown for each class and series of capital stock. Show amounts as dividends per share.
- 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	\$ (2,084,389)
439	Changes to Account: Adjustments to Retained Earnings ( requires Commission approval prior to use): Credits: Deferred Rate Increase _____ _____ _____	\$ _____ _____ _____
	Total Credits:	\$ 0
	Debits: _____ _____ _____	\$ _____ _____ _____
	Total Debits:	\$ _____
435	Balance Transferred from Income	\$ 283,343
436	Appropriations of Retained Earnings: _____ _____	_____ _____
	Total Appropriations of Retained Earnings	\$ _____
437	Dividends Declared: Preferred Stock Dividends Declared _____	_____ _____
438	Common Stock Dividends Declared _____	_____ _____
	Total Dividends Declared	\$ 0
215	Year end Balance	\$ _____
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end): _____ _____	_____ _____
214	Total Appropriated Retained Earnings	\$ _____
Total Retained Earnings		\$ <u>(2,367,732)</u>
Notes to Statement of Retained Earnings:		

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UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**ADVANCES FROM ASSOCIATED COMPANIES  
 ACCOUNT 223**

Report each advance separately.

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

**OTHER LONG-TERM DEBT  
 ACCOUNT 224**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
D.E.P. - SRF Loan 5/15/03 - 05/15/33	2.99	Fixed	3,784,893
Ameris Bank Loan 3/29/15 - 3/29/41	6.75	Variable (Prime + 2.25)	5,745,500
CoBank 8/5/16 - 7/1/26	4.60 %	Fixed	440,845
Regions Bank 4/30/18 - 5/5/23	8.74 %	Fixed	33,076
Prospect Bank 1/16/18 - 2/2/21	7.49 %	Fixed	6,616
Barclay Bank 1/12/18 - 1/25/23	7.99 %	Fixed	23,257
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
<b>Total</b>			\$ <u>          10,034,187</u>

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

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UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**NOTES PAYABLE  
ACCOUNTS 232 AND 234**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
D.E.P. - SRF Loan 5/15/03 - 05/15/33	2.99 %	Fixed	224,583
Ameris Bank Loan 3/29/15 - 3/29/41	6.75 %	Variable-(Prime + 2.25%)	123,112
Cobank Loan 8/05/16 - 07/01/26	4.60 %	Fixed	53,061
Barclay Bank 1/12/18 - 1/25/23	7.99 %	Fixed	6,405
Prospect Bank 1/16/18 - 2/2/21	7.49 %	Fixed	5,273
Regions Bank 4/30/18 - 5/5/23	8.74 %	Fixed	7,963
	%		
	%		
Total Account 232			\$ <u>420,397</u>
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234):	%		\$ <u>0</u>
N/A	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total Account 234			\$ <u>0</u>

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

**ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES  
ACCOUNT 233**

Report each account payable separately.

DESCRIPTION (a)	TOTAL (b)
Gene D. Brown	81,173
Brown Management Group	178,991
Total	\$ <u>260,164</u>

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

**ACCRUED INTEREST AND EXPENSE  
ACCOUNTS 237 AND 427**

	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					
Ameris Bank	\$ 17,921	427.30	377,466	369,335	26,052
DEP - SRF Loan	16,802	427.31	122,987	124,801	14,988
CoBank	0	427.32	24,795	22,392	2,403
Barclay Bank	0	427.20	2,494	2,494	0
Prospect Bank	0	427.20	934	934	0
Regions Bank	0	427.20	2,285	2,285	0
<b>Total Account 237.1</b>	<b>\$ 34,723</b>		<b>530,961</b>	<b>522,241</b>	<b>43,443</b>
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities					
Customer Deposits	\$ 0	427.40	4,619	4,619	0
Vendors	0	427.50	2,021	2,021	0
<b>Total Account 237.2</b>	<b>\$ 0</b>		<b>6,640</b>	<b>6,640</b>	<b>0</b>
<b>Total Account 237 (1)</b>	<b>\$ 34,723</b>		<b>537,601</b>	<b>528,881</b>	<b>43,443</b>
<b>INTEREST EXPENSED:</b>					
Total accrual Account 237			\$ 537,601		
Less Capitalized Interest Portion of AFUDC:					
<b>Net Interest Expensed to Account No. 427 (2)</b>			<b>\$ 537,601</b>		

(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



**YEAR OF REPORT**  
December 31, 2018

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

**MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES  
ACCOUNT 241**

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
Accounts Payable - Aflac Ins	\$ 24
Accounts Payable - Sales Tax	175
Total Miscellaneous Current and Accrued Liabilities	\$ 199

**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	\$ 3,530	252.1	\$	\$	\$ 3,530
					0
					0
					0
					0
					0
Total	\$ 3,530		\$ 0	\$ 0	\$ 3,530

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**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 _____ _____ _____	\$ _____ _____ _____	_____ _____ _____0
Total Regulatory Liabilities	\$ _____	_____0
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2):  N/A _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____	_____ _____ _____ _____ _____ _____
Total Other Deferred Liabilities	\$ _____	_____0
<b>TOTAL OTHER DEFERRED CREDITS</b>	\$ _____	_____0

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**YEAR OF REPORT**  
December 31, 2018

**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>4,355,935</u>	\$ <u>0</u>	\$ _____	\$ <u>4,355,935</u>
Add credits during year:	\$ <u>168,532</u>	\$ <u>0</u>	\$ _____	\$ <u>168,532</u>
Less debit charged during the year	\$ _____	\$ <u>0</u>	\$ _____	\$ <u>0</u>
Total Contribution In Aid of Construction	\$ <u><u>4,524,467</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>4,524,467</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>2,211,672</u>	\$ <u>0</u>	\$ _____	\$ <u>2,211,672</u>
Debits during the year:	\$ <u>126,863</u>	\$ <u>0</u>	\$ _____	\$ <u>126,863</u>
Credits during the year	\$ _____	\$ <u>0</u>	\$ _____	\$ <u>0</u>
Total Accumulated Amortization of Contributions In Aid of Construction	\$ <u><u>2,338,535</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>2,338,535</u></u>

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

**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)	\$ (283,343)
Reconciling items for the year:		
Taxable income not reported on books:		
Net Additions to CIAC	F-22	41,669
Deductions recorded on books not deducted for return:		
Life Insurance, Key Man	W-10	39,258
Penalty/Fines	F-3 (6)	1,833
Income recorded on books not included in return:		
Deduction on return not charged against book income:		
Federal tax net income		\$ (200,583)

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

**WATER LISTING OF SYSTEM GROUPS**

List below the name of each reporting system and its certificate number. Those systems which have been consolidated under the same tariff should be assigned a group number. Each individual system which has not been consolidated should be assigned its own group number.  
 The water financial schedules (W-2 through W-10) should be filed for the group in total.  
 The water engineering schedules (W-11 through W-14) must be filed for each system in the group.  
 All of the following water pages (W-2 through W-14) should be completed for each group and arranged by group number.

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

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

SYSTEM NAME / COUNTY : Franklin

**SCHEDULE OF YEAR END WATER RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 12,957,399
	Less:		
	Nonused and Useful Plant (1)		1,526
108	Accumulated Depreciation	W-6(b)	4,983,347
110	Accumulated Amortization	F-8	
271	Contributions in Aid of Construction	W-7	4,524,467
252	Advances for Construction	F-20	3,530
Subtotal			\$ 2,338,535
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 2,338,535
Subtotal			\$ 5,783,064
114	Plus or Minus: Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		
	Other (Specify): Negative WCAP set to 0		
WATER RATE BASE			\$ 5,783,064
WATER OPERATING INCOME		W-3	\$ 263,758
ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)			4.56%

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

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	\$ 2,136,458
469	Less: Guaranteed Revenue and AFPI	W-9	491
	Net Operating Revenues		\$ 2,135,967
401	Operating Expenses	W-10(a)	\$ 1,448,657
403	Depreciation Expense	W-6(a)	386,254
	Less: Amortization of CIAC	W-8(a)	126,863
	Net Depreciation Expense		\$ 259,391
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC)	F-8	3,600
408.10	Taxes Other Than Income		96,141
	Utility Regulatory Assessment Fee		18,271
408.11	Property Taxes		43,642
408.12	Payroll Taxes		2,507
408.13	Other Taxes and Licenses		
408	Total Taxes Other Than Income		\$ 160,561
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		\$ 1,560,209
	Utility Operating Income		\$ 263,758
469	Add Back:		
	Guaranteed Revenue (and AFPI)	W-9	\$ 491
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		4,112
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income		\$ 268,361



YEAR OF REPORT  
December 31, 2018

WATER MANAGEMENT SERVICES, INC

UTILITY NAME:

SYSTEM NAME / COUNTY : Franklin

WATER UTILITY PLANT ACCOUNTS

ACCT. NO.	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$			\$ 0
302	Franchises				0
303	Land and Land Rights	255,421			255,421
304	Structures and Improvements	456,809	2,542		459,351
305	Collecting and Impounding Reservoirs				0
306	Lake, River and Other Intakes				0
307	Wells and Springs	405,941			405,941
308	Infiltration Galleries and Tunnels				0
309	Supply Mains	4,314,587			4,314,587
310	Power Generation Equipment	243,581			243,581
311	Pumping Equipment	831,402			831,402
320	Water Treatment Equipment	60,482			60,482
330	Distribution Reservoirs and Standpipes	1,122,431			1,122,431
331	Transmission and Distribution Mains	3,580,941	19,505		3,600,446
333	Services	290,499	2,962		293,461
334	Meters and Meter Installations	919,415	9,446		928,861
335	Hydrants	225,913			225,913
336	Backflow Prevention Devices				0
339	Other Plant Miscellaneous Equipment				0
340.5	Office Furniture and Equipment	50,360	558		50,918
340.55	Data Processing Equipment	54,637	155	320	54,472
341	Transportation Equipment				0
342	Stores Equipment				0
343	Tools, Shop and Garage Equipment	38,648	778	18,169	21,257
344	Laboratory Equipment				0
345	Power Operated Equipment	13,044			13,044
346	Communication Equipment	75,831			75,831
347	Miscellaneous Equipment				0
348	Other Tangible Plant				0
	TOTAL WATER PLANT	\$ 12,939,944	\$ 35,946	\$ 18,489	\$ 12,957,399

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

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CITY NAME: WATER MANAGEMENT SERVICES, INC

FIRM NAME / COUNTY : Franklin

WATER UTILITY PLANT MATRIX

ACCT. NO.	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)
(a)		\$	\$	\$	\$	\$	\$
301	Organization						
302	Franchises	255,421		40,271	25,000	20,150	170,000
303	Land and Land Rights	459,351		38,905	165,480		254,966
304	Structures and Improvements						
305	Collecting and Impounding Reservoirs						
306	Lake, River and Other Intakes	405,941		405,941			
307	Wells and Springs						
308	Infiltration Galleries and Tunnels	4,314,587		4,314,587			
309	Supply Mains	243,581		243,581			
310	Power Generation Equipment	831,402		831,402		0	
311	Pumping Equipment	60,482			60,482		
320	Water Treatment Equipment	1,122,431				1,122,431	
330	Distribution Reservoirs and Standpipes	3,600,446				3,600,446	
331	Transmission and Distribution Mains	293,461				293,461	
333	Services	928,861				928,861	
334	Meters and Meter Installations	225,913				225,913	
335	Hydrants						
336	Backflow Prevention Devices						
339	Other Plant Miscellaneous Equipment	50,918					50,918
340.5	Office Furniture and Equipment	54,472					54,472
340.55	Data Processing Equipment	0					
341	Transportation Equipment						
342	Stores Equipment	21,257					21,257
343	Tools, Shop and Garage Equipment						
344	Laboratory Equipment	13,044					13,044
345	Power Operated Equipment	75,831					75,831
346	Communication Equipment						
347	Miscellaneous Equipment						
348	Other Tangible Plant						
	TOTAL WATER PLANT	\$ 12,957,399	\$ 0	\$ 5,874,687	\$ 250,962	\$ 6,191,262	\$ 640,488

W-4(b)  
GROUP \_\_\_\_\_

UTILITY NAME: WATER MANAGEMENT SERVICES, INC

SYSTEM NAME / COUNTY : Franklin

**BASIS FOR WATER DEPRECIATION CHARGES**

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
304	Structures and Improvements	33		3.03%
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs	30		3.33%
308	Infiltration Galleries and Tunnels			
309	Supply Mains	35		2.86%
310	Power Generation Equipment	20		5.00%
311	Pumping Equipment	20		5.00%
320	Water Treatment Equipment	22		4.55%
330	Distribution Reservoirs and Standpipes	37		2.70%
331	Transmission and Distribution Mains	43		2.33%
333	Services	40		2.50%
334	Meters and Meter Installations	20		5.00%
335	Hydrants	45		2.22%
336	Backflow Prevention Devices			
339	Other Plant Miscellaneous Equipment			
340	Office Furniture and Equipment	15		6.67%
340.5	Data Processing Equipment	6		16.67%
341	Transportation Equipment			
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	10		10.00%
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.

**YEAR OF REPORT**  
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**UTILITY NAME:** WATER MANAGEMENT SERVICES, INC

**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)
		\$ 42,813	13,703		13,703
304	Structures and Improvements				0
305	Collecting and Impounding Reservoirs				0
306	Lake, River and Other Intakes	284,607	10,427		10,427
307	Wells and Springs				0
308	Infiltration Galleries and Tunnels	1,908,815	139,284		139,284
309	Supply Mains	86,284	8,704		8,704
310	Power Generation Equipment	61,468	43,308		43,308
311	Pumping Equipment	5,146	2,749		2,749
320	Water Treatment Equipment	200,896	30,783		30,783
330	Distribution Reservoirs and Standpipes	1,512,093	67,858		67,858
331	Transmission and Distribution Mains	194,454	3,781		3,781
333	Services	94,360	46,207		46,207
334	Meters and Meter Installations	100,723	3,473		3,473
335	Hydrants				0
336	Backflow Prevention Devices				0
339	Other Plant Miscellaneous Equipment	32,240	2,870		2,870
340	Office Furniture and Equipment	39,757	3,879		3,879
340.5	Data Processing Equipment				0
341	Transportation Equipment				0
342	Stores Equipment	23,722	1,645		1,645
343	Tools, Shop and Garage Equipment				0
344	Laboratory Equipment	13,044	0		0
345	Power Operated Equipment	13,270	7,583		7,583
346	Communication Equipment				0
347	Miscellaneous Equipment				0
348	Other Tangible Plant				0
<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>		\$ 4,613,693	386,254	0	386,254

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

**YEAR OF REPORT**  
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**CITY NAME:** WATER MANAGEMENT SERVICES, INC

**ITEM NAME / COUNTY :** Franklin

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

ACCT. NO.	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)
(a)		\$				\$ 56,516
304	Structures and Improvements					0
305	Collecting and Impounding Reservoirs					0
306	Lake, River and Other Intakes					295,034
307	Wells and Springs					0
308	Infiltration Galleries and Tunnels					2,048,099
309	Supply Mains					94,988
310	Power Generation Equipment					104,776
311	Pumping Equipment					7,895
320	Water Treatment Equipment					231,679
330	Distribution Reservoirs and Standpipes					1,579,951
331	Transmission and Distribution Mains					198,235
333	Services					140,567
334	Meters and Meter Installations					104,196
335	Hydrants					0
336	Backflow Prevention Devices					0
339	Other Plant Miscellaneous Equipment					35,110
340.5	Office Furniture and Equipment	320			320	43,316
340.55	Data Processing Equipment					0
341	Transportation Equipment					0
342	Stores Equipment	16,281			16,281	9,086
343	Tools, Shop and Garage Equipment					0
344	Laboratory Equipment					13,044
345	Power Operated Equipment					20,853
346	Communication Equipment					0
347	Miscellaneous Equipment					0
348	Other Tangible Plant					0
	<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>	\$ 16,601	\$ 0	\$ 0	\$ 16,601	\$ 4,983,346

UTILITY NAME: WATER MANAGEMENT SERVICES, INC  
 SYSTEM NAME / COUNTY : Franklin

**CONTRIBUTIONS IN AID OF CONSTRUCTION**  
**ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$ <u>4,355,935</u>
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ <u>168,532</u>
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	<u>                    </u>
Total Credits		\$ <u>.168,532</u>
Less debits charged during the year (All debits charged during the year must be explained below)		\$ <u>                    </u>
Total Contributions In Aid of Construction		\$ <u>4,524,467</u>

If any prepaid CIAC has been collected, provide a supporting schedule showing how the  
 Explain all debits charged to Account 271 during the year below:

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YEAR OF REPORT  
December 31, 2018

UTILITY NAME:  
SYSTEM NAME / COUNTY :

WATER MANAGEMENT SERVICES, INC  
Franklin

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

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
Plant Capacity	17		\$ 125,130
Meter Installation	18		7,150
Main Extension	17		36,252
			0
			0
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			0
Total Credits			\$ 168,532

ACCUMULATED AMORTIZATION OF WATER CONTRIBUTIONS IN AID OF CONSTRUCTION

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 2,211,672
Debits during the year:	
Accruals charged to Account 272	\$ 126,863
Other debits (specify) :	
Total debits	\$ 126,863
Credits during the year (specify) :	
	\$
Total credits	\$ 0
Balance end of year	\$ 2,338,535

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

YEAR OF REPORT

December 31, 2018

SYSTEM NAME / COUNTY :

Franklin

**WATER CIAC SCHEDULE "B"**

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

DESCRIPTION (a)	INDICATE CASH OR PROPERTY (b)	AMOUNT (c)
None		\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
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Total Credits		\$ _____ 0



YEAR OF REPORT

December 31, 2018

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

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	\$
461.1	Metered Water Revenue: Sales to Residential Customers	1,832	1,853	1,811,111
461.2	Sales to Commercial Customers	81	82	187,433
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities	3	3	42,998
461.5	Sales Multiple Family Dwellings	34	34	87,854
Total Metered Sales		1,950	1,972	\$ 2,129,396
462.1	Fire Protection Revenue: Public Fire Protection			
462.2	Private Fire Protection			
Total Fire Protection Revenue				\$
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
Total Water Sales		1,950	1,972	\$ 2,129,396
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$ 491
470	Forfeited Discounts			6,571
471	Miscellaneous Service Revenues			
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
Total Other Water Revenues				\$ 7,062
Total Water Operating Revenues				\$ 2,136,458

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

**YEAR OF REPORT**  
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UTILITY NAME: WATER MANAGEMENT SERVICES, INC  
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	\$ 435,156	33,121	33,121
603	Salaries and Wages - Officers, Directors and Majority Stockholders	127,765	10,647	10,647
604	Employee Pensions and Benefits	98,545	8,603	8,603
610	Purchased Water	0		
615	Purchased Power	64,937	30,215	
616	Fuel for Power Production	7,588		
618	Chemicals	14,264		
620	Materials and Supplies	13,088	583	583
631	Contractual Services-Engineering	0		
632	Contractual Services - Accounting	675		
633	Contractual Services - Legal	360		
634	Contractual Services - Mgt. Fees	110,000		
635	Contractual Services - Testing	4,484	2,242	
636	Contractual Services - Other	242,471		5,846
641	Rental of Building/Real Property	17,192		
642	Rental of Equipment	50,510		
650	Transportation Expenses	64,982	5,824	5,824
656	Insurance - Vehicle	0	0	0
657	Insurance - General Liability	34,806	4,972	4,972
658	Insurance - Workman's Comp.	5,412	670	670
659	Insurance - Other	59,775	10,572	
660	Advertising Expense	250		
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	0		
667	Regulatory Commission Exp.-Other	0		
668	Water Resource Conservation Exp.	0		
670	Bad Debt Expense	0		
675	Miscellaneous Expenses	96,396	2,500	2,500
Total Water Utility Expenses		\$ 1,448,657	\$ 109,950	\$ 72,767

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

SYSTEM NAME / COUNTY :

Franklin

**WATER UTILITY EXPENSE ACCOUNT MATRIX**

.3 WATER TREATMENT EXPENSES - OPERATIONS (f)	.4 WATER TREATMENT EXPENSES - MAINTENANCE (g)	.5 TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	.6 TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	.7 CUSTOMER ACCOUNTS, EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)
\$ 33,121	33,121	33,121	33,121	67,500	168,933
10,647	10,647	10,647	10,647		63,883
8,603	8,603	8,603	8,603	6,429	40,498
				13,419	1,648
19,655					0
7,588					
14,264					3,475
583	583	583	583	6,113	0
					675
					360
					110,000
					0
2,242					181,270
	4,688		20,281	30,386	17,192
					995
5,824	5,824	5,824	40,710	8,805	24,037
0	0	0	5,824	6,000	0
4,972	4,972	4,972	0	0	0
670	4,972	4,972	4,972	4,972	0
9,945	670	670	670	670	720
					39,258
					250
					0
					0
					0
2,500	2,500	2,500	39,252	21,395	23,248
\$ 120,615	\$ 71,608	\$ 66,921	\$ 164,664	\$ 165,690	\$ 676,442

**YEAR OF REPORT**  
December 31, 2018

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

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		14,729	2,885	11,844	12,585
February		13,720	2,901	10,819	8,835
March		15,498	2,973	12,525	12,841
April		16,274	3,086	13,188	10,626
May		17,214	3,219	13,995	10,994
June		23,505	3,594	19,911	20,192
July		25,654	3,395	22,259	18,599
August		18,492	3,240	15,252	16,866
September		16,592	3,029	13,563	11,603
October		18,570	2,960	15,610	13,009
November		13,336	2,902	10,434	13,031
December		11,703	2,854	8,849	5,954
Total for Year	0	205,287	37,038	168,249	155,135

If water is purchased for resale, indicate the following:

Vendor N/A

Point of delivery \_\_\_\_\_

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

N/A

**SOURCE OF SUPPLY**

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

**YEAR OF REPORT**  
December 31, 2018

UTILITY NAME: WATER MANAGEMENT SERVICES, INC  
SYSTEM NAME / COUNTY : Franklin

**WATER TREATMENT PLANT INFORMATION**  
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>1,240,000</u>		
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Storage Tank</u>		
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Aeration and Chlorination, Ground &amp; Elevated Storage Tanks</u>		
<b>LIME TREATMENT</b>			
Unit rating (i.e., GPM, pounds per gallon):	<u>Not Applicable</u>	Manufacturer:	<u>Not Applicable</u>
<b>FILTRATION</b>			
Type and size of area:			
Pressure (in square feet):	<u>Not Applicable</u>	Manufacturer:	<u>Not Applicable</u>
Gravity (in GPM/square feet):	<u>Not Applicable</u>	Manufacturer:	<u>Not Applicable</u>

UTILITY NAME:

WATER MANAGEMENT SERVICES, INC

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	1,853	1,853
5/8"	Displacement	1.0	52	52
3/4"	Displacement	1.5	22	33
1"	Displacement	2.5	30	75
1 1/2"	Displacement or Turbine	5.0	7	35
2"	Displacement, Compound or Turbine	8.0	4	32
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5	2	35
4"	Displacement or Compound	25.0		
4"	Turbine	30.0	1	30
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>2,208</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:

$$155,135,000 \text{ total gallons} / 365 / 350 \text{ gpd} / ERC = 1214 \text{ ERCs}$$

UTILITY NAME: WATER MANAGEMENT SERVICES, INC  
SYSTEM NAME / COUNTY : Franklin

**OTHER WATER SYSTEM INFORMATION**

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

- 1. Present ERCs \* the system can efficiently serve. 3389
- 2. Maximum number of ERCs \* which can be served. 3389
- 3. Present system connection capacity (in ERCs \*) using existing lines. 3389
- 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?  
If so, how much capacity is required? No  
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:
- 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: N/A
  - 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 # 2B-037-6318-3
  - 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 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, 2018**

(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)	\$ 2,129,396	\$ 2,129,396	\$ 0
Total Metered Sales (461.1 - 461.5)			
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)	7,062	7,062	0
<b>Total Water Operating Revenue</b>	<b>\$ 2,136,458</b>	<b>\$ 2,136,458</b>	<b>\$ 0</b>
<b>LESS: Expense for Purchased Water from WWA-Regulated Utility</b>			
<b>Net Water Operating Revenues</b>	<b>\$ 2,136,458</b>	<b>\$ 2,136,458</b>	<b>\$ 0</b>

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).