

**CLASS "C"**

**WATER AND/OR WASTEWATER UTILITIES**

(Gross Revenue of Less Than \$150,000 Each)

**ANNUAL REPORT**

WS641  
Lake Groves Utilities, Inc.  
P. O. Box 915505  
Longwood, FL 32791-5505

35

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DIVISION OF

WATER AND SEWER

534-W 465-S

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**STATE OF FLORIDA**



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MAY - 6 1999

Florida Public Service Commission  
Division of Water and Wastewater

**PUBLIC SERVICE COMMISSION**

FOR THE

**YEAR ENDED DECEMBER 31, 19 98**

## General Instructions

1. Prepare this report in conformity with the 1984 National Association of Regulatory Utility Commissioners Uniform System of Accounts for Water and/or Sewer Utilities.
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 trebly 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 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. 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 Water and Sewer  
101 East Gaines Street  
Tallahassee, Florida 32399-0873

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**EXECUTIVE  
SUMMARY**



CERTIFICATION OF ANNUAL REPORT

YEAR OF REPORT  
DECEMBER 31, 1998

UTILITY NAME: LAKE GROVES UTILITIES INC.

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

- YES NO  
( X ) ( ) 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.
- YES NO  
( X ) ( ) 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.
- YES NO  
( X ) ( ) 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  
( X ) ( ) 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.  
 ( ) ( ) ( ) ( ) \_\_\_\_\_ \*

(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

LAKE GROVES UTILITIES INC.  
(Exact Name of Utility)

List below the exact mailing address of the utility for which normal correspondence should be sent:

2335 SANDERS ROAD  
NORTHBROOK, IL 60062

Telephone: (847) 498-6440

Name and address of person to whom correspondence concerning this report should be addressed:

JOHN S HAYNES  
2335 SANDERS ROAD  
NORTHBROOK, IL 60062

Telephone: (847) 498-6440

List below the address of where the utility's books and records are located:

LAKE GROVES UTILITIES INC.  
2335 SANDERS ROAD  
NORTHBROOK, IL 60062

Telephone: (847) 498-6440

List below any groups auditing or reviewing the records and operations:

ARTHUR ANDERSEN LLP

Date of original organization of the utility: 1969

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

Individual  Partnership  Sub S Corp  1120 Corporation

List below every corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the utility.:

<u>Name</u>	<u>Percent Ownership</u>
Utilities Inc.	100%

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OR REPORT  
DECEMBER 31, 1998

DIRECTORY OF PERSONNEL WHO CONTACT THE FLORIDA PUBLIC SERVICE COMMISSION

NAME OF COMPANY REPRESENTATIVE (1) (2)	TITLE OR POSITION	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
CARL WENZ	VICE PRESIDENT		RATE CASE
ANDREW N DOPUCH	SECRETARY & VP		RATE CASE
ARTHUR ANDERSEN	AUDITORS		

- (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.

YEAR OF REPORT  
DECEMBER 31, 1998

UTILITY NAME: LAKE GROVES UTILITIES 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.

- A. Formed in 1990, Lake Groves Utilities, Inc. was acquired by Utilities Inc. in July of 1998.
- B. Lake Groves Utilities, Inc. performs water and wastewater services
- C. Maintain a high quality of service and earn a fair return.
- D. Only one subdivision is served
- E. We expect modest growth currently with anticipated higher growth in the future
- F. The system was purchased in 1998 and is currently being brought up to Utilities Inc. standards of quality.

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

PARENT/AFFILIATE ORGANIZATION CHART  
Current as of 12/31/98

Complete below an organization chart that shows all parents and subsidiaries of the utility. The chart must also show the relationship between the utility and the affiliates listed on E-7, E-10 (a) and E-10(b).

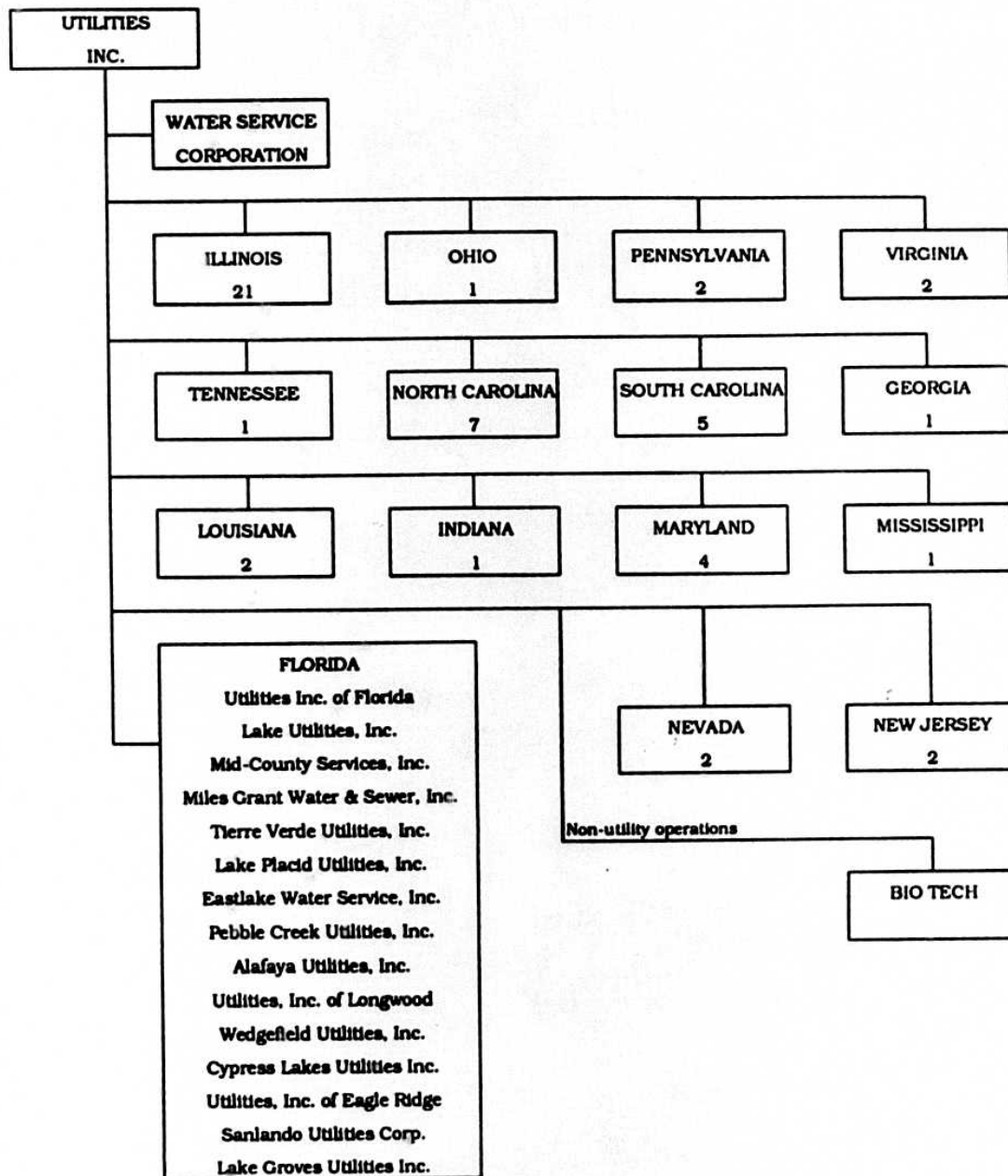
UTILITIES, INC. -- PARENT COMPANY

WATER SERVICE CORP. -- SERVICE COMPANY SUPPLYING MOST  
SERVICES REQUIRED BY UTILITY.

UTILITIES INC. of FLORIDA -- provides office personnel and administrative  
staff.

SEE ATTACHED

**Parent And Affiliate Organizational Chart**



UTILITIES, INC. - Parent Company

WATER SERVICE CORP. - Service organization providing administrative and other service functions for the utility.

NOTE: Within each state except Florida is the number of companies owned.

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

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 UTILITY (c)	OFFICERS COMPENSATION (d)
JAMES L CAMAREN	CHAIRMAN & CEO		% \$ NONE % \$
LAWRENCE N SCHUMACHER	PRESIDENT		% \$ NONE % \$
ANDREW N DOPUCH	SECRETARY & VP		% \$ NONE % \$
CARL J WENZ	VICE PRESIDENT		% \$ NONE % \$ % \$ % \$

COMPENSATION OF DIRECTORS

For each director, list the number of director 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)
			\$ NONE
			\$ NONE
			\$ NONE
			\$ NONE
			\$ NONE
			\$ NONE
			\$ NONE
			\$ NONE
			\$ NONE



UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

**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)
NO BUSINESS CONTRACTS, AGREEMENTS OR OTHER ARRANGEMENTS WERE ENTERED INTO DURING THE CURRENT YEAR BY THE OFFICERS LISTED ON PAGE E6, THE DIRECTORS OR AFFILIATES.		5	

\*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.

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

**AFFILIATION OF OFFICERS AND DIRECTORS**

For each of the officials listed on page E-6, list the principle occupation or business affiliation and all 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)	PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
<p>THE OFFICIALS LISTED ON PAGE E6 HAVE NO OTHER PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION OR CONNECTIONS WITH ANY OTHER BUSINESS OR FINANCIAL ORGANIZATIONS, FIRMS, OR PARTNERSHIPS DURING THE REPORTED YEAR.</p>			

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

**BUSINESSES WHICH ARE A BYPRODUCT, COPRODUCT OR JOINT PRODUCT RESULT  
OF PROVIDING WATER OR SEWER SERVICE**

Complete the following for any business which is conducted as a byproduct, coproduct or joint product as a result of providing water and/or sewer service. This would include any business which requires the use of utility land and facilities. Examples of these types of businesses would be orange groves, nurseries, tree farms, fertilizer manufacturing, etc. This would not include any business for which the assets are properly included in Account 121 - Nonutility Property along with the associated revenues and expenses segregated out as nonutility also.

BUSINESS OR SERVICE CONDUCTED (a)	ASSETS		REVENUES		EXPENSES	
	BOOK COST OF ASSETS (b)	ACCT. NO. (c)	REVENUES GENERATED (d)	ACCT. NO. (e)	EXPENSES INCURRED (f)	ACCT. NO. (g)
<b>NO BUSINESS WHICH ARE A BYPRODUCT, COPRODUCT OR JOINT PRODUCT RESULTING FROM PROVIDING WATER AND/OR SEWER SERVICE.</b>	\$		\$		\$	

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

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, 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:
  - management, legal and accounting services
  - computer services
  - engineering & construction services
  - repairing and servicing of equipment
  - material and supplies furnished
  - leasing of structures, land and equipment
  - rental transactions
  - sale, purchase or transfer of various products

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/ or (S)old (d)	/ AMOUNT / (e)
WATER SERVICE CORP	Operators Salaries & Benefits	Continuous	P	\$ 40,000
	Insurance	Continuous	P	1,980
	Computer Operations	Continuous	P	-
	Supplies & Postage	Continuous	P	295
	Outside Services	Continuous	P	-
	Management Services	Continuous	P	-

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

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

1. Enter in this part all transactions to the purchase, sale or transfer of assets. 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 (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.
  
2. Below are examples of some types of transactions to include:
  - purchase, sale or transfer of equi
  - purchase, sale or transfer of lanc and structures.
  - purchase, sale or transfer of secu
  - noncash transfers of assets.
  - noncash dividends other than stock dividends.
  - writeoff of bad debts or loans.

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)
NO ASSETS WERE SOLD, PURCHASED OR TRANSFERRED WITH A RELATED PARTY DURING THE FISCAL YEAR ENDED DECEMBER 31, 1998		\$	\$	\$	\$

YEAR OF REPORT  
DECEMBER 31, 1998

UTILITY NAME: LAKE GROVES UTILITIES INC.

COMPOSITE STATISTICS FOR ALL  
PRIVATELY OWNED WATER AND SEWER UTILITIES UNDER AGENCY JURISDICTION

DESCRIPTION (a)	WATER (b)	SEWER (c)
<b>PLANT (Intrastate Only) (000's Omitted):</b>		
Plant in Service _ _ _	\$ 2,539	\$ 2,715
Construction Work In Progress		-
Plant Acquisition Adjustment		
Plant Held For Future Use _ _		
Materials and Supplies		
Less:		
Accumulated Depreciation and Accumulated Amortization	253	263
Contributions In Aid Of Construction (NET)	<u>1,568</u>	<u>1,545</u>
Net Book Cost _ _ _ _ _	<u>\$ 718</u>	<u>\$ 907</u>
<b>REVENUES AND EXPENSES (Intrastate Only) (000's Omitted):</b>		
Operating Revenues _ _	<u>\$ 346</u>	<u>\$ 225</u>
Depreciation and Amortization Expense _ _ _ _ _	\$ 26	\$ 38
Income Tax Expense _ _	59	27
Taxes Other Than Income	62	30
Other Operating Expenses	120	64
Total Operating Expenses	<u>\$ 267</u>	<u>\$ 159</u>
Net Operating Income _	<u>\$ 79</u>	<u>\$ 66</u>
Other Income _ _ _ _ _	\$ 3	\$ 2
Other Income Deductions	<u>46</u>	<u>29</u>
Net Income _ _ _ _ _	<u>\$ 36</u>	<u>\$ 38</u>
<b>CUSTOMERS (Intrastate Only):</b>		
Residential - Yearly Average	894	889
Commercial - Yearly Average	48	48
Industrial - Yearly Average		
Others - Yearly Average _ _ _		
Total _ _ _ _ _	<u>942</u>	<u>937</u>
<b>OTHER STATISTICS (Intrastate Only):</b>		
Average Annual Residential Use Per 1,000 Gallons	_____	_____
Average Annual Residential Cost Per 1,000 Gallons	\$ _____	\$ _____
Average Residential Monthly Bill _ _ _ _ _	\$ _____	\$ _____
Gross Plant Investment Per Customer _ _ _ _ _	<u>\$ 2,696</u>	<u>\$ 2,898</u>

**FINANCIAL**

**SUMMARY**



UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
<b>UTILITY PLANT</b>				
101-105	Utility Plant	F-5	\$ 5,254,308	\$ 4,237,338
108-110	Less: Accumulated Depreciation and Amortization	F-6	<u>516,099</u>	<u>400,080</u>
	Net Plant		\$ 4,738,209	\$ 3,837,258
114-115	Utility Plant Acquisition Adjustments (Net)	F-5	0	0
	Other Plant Adj. (Specify)			\$
	<b>Total Net Utility Plant</b>		<u>\$ 4,738,209</u>	<u>\$ 3,837,258</u>
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-7	\$	\$
122	Less: Accumulated Depreciation and Amortization			
	Net Nonutility Property		\$	\$
123	Investment In Associated Companies	F-8		
124	Utility Investments	F-8		
125	Other Investments	F-8		
127	Other Special Funds	F-8		
	<b>Total Other Property &amp; Investments</b>		\$	\$
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		\$ 435,597	\$ 334,080
132	Special Deposits	F-7	167,929	1,550
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-9	121,788	131,943
145	Accounts Receivable from Associated Companies	F-10		
146	Notes Receivable from Associated Companies	F-10		
151	Material and Supplies			
162	Prepayments	F-11	3,049	4,532
171	Accrued Interest and Dividends Receivable		23,961	0
174	Misc. Current and Accrued Assets		<u>0</u>	<u>0</u>
	<b>Total Current and Accrued Assets</b>		<u>\$ 752,324</u>	<u>\$ 472,105</u>

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT DECEMBER 31, 1998
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COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
DEFERRED DEBITS				
181	Unamortized Debt Discount & Expense	F-12	\$	\$
182	Extraordinary Property Losses	F-12		
186	Misc. Deferred Debits	F-11	0	0
190	Accumulated Deferred Income Taxes		0	0
	Total Deferred Debits		\$ 0	\$ 0
	TOTAL ASSETS AND OTHER DEBITS		\$ 5,490,533	\$ 4,309,363

NOTES TO THE BALANCE SHEET

The space below is provided for important notes regarding the balance sheet.

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
<b>EQUITY CAPITAL</b>				
201	Common Stock Issued	F-14	\$ 100	\$ 100
204	Preferred Stock Issued	F-14		
211	Other Paid-In Capital		60,800	29,900
212	Discount on Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-15	(761,295)	(835,684)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
	<b>Total Equity Capital</b>		<b>\$ (700,395)</b>	<b>\$ (805,684)</b>
<b>LONG TERM DEBT</b>				
221	Bonds	F-16	\$	\$
223	Advances from Associated Companies	F-16		
224	Other Long Term Debt	F-14		
	<b>Total Long Term Debt</b>		<b>\$</b>	<b>\$</b>
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable		\$ 102,991	\$ 31,945
232	Notes Payable	F-13		
233	Accounts Payable to Associated Co.	F-13	2,754,423	2,794,704
234	Notes Payable to Associated Co.	F-13		
235	Customer Deposits		20,704	19,332
236	Accrued Taxes	F-17	47,596	-
237	Accrued Interest	F-18	12,940	38,596
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current and Accrued Liabilities	F-19		
	<b>Total Current and Accrued Liabilities</b>		<b>\$ 2,938,654</b>	<b>\$ 2,884,577</b>

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
<b>DEFERRED CREDITS</b>				
251	Unamortized Premium on Debt	F-12	\$	\$
252	Advances for Construction	F-19		
253	Other Deferred Credits			
255	Accumulated Deferred Investment Tax Credits			
	<b>Total Deferred Credits</b>		\$ <u>0</u>	\$ <u>0</u>
<b>OPERATING RESERVES</b>				
261	Property Insurance Reserve		\$	\$
262	Injuries and Damages Reserve			
263	Pensions and Benefits Reserve			
265	Miscellaneous Operating Reserves			
	<b>Total Operating Reserves</b>		\$	\$
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>				
271	Contributions In Aid of Construction	F-20	\$ 3,252,894	\$ 2,220,818
272	Accumulated Amortization of Contributions In Aid of Construction	F-21	<u>140,508</u>	<u>132,642</u>
	<b>Total Net C.I.A.C.</b>		\$ <u>3,112,386</u>	\$ <u>2,088,176</u>
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$ 0	\$ 0
282	Accumulated Deferred Income Taxes - Liberalized Depreciation			
283	Accumulated Deferred Income Taxes - Other		<u>139,888</u>	<u>142,294</u>
	<b>Total Accum. Deferred Income Taxes</b>		\$ <u>139,888</u>	\$ <u>142,294</u>
	<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>		\$ <u>5,490,533</u>	\$ <u>4,309,363</u>

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	REF. PAGE (d)	CURRENT YEAR (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	\$ 338,544	F-3(b)	\$ 571,209
401	Operating Expenses	\$ 130,905	F-3(b)	\$ 183,868
403	Depreciation Expense	115,602	F-6	115,200
406	Amortization of Utility Plant Acquisition Adjustment	0		0
407	Amortization Expense - of CIA	(51,327)		(51,096)
408.1	Taxes Other Than Income	52,571	F-17	92,717
409.1	Income Taxes	(72,424)	F-17	72,708
410.10	Deferred Income Taxes	0	F-17	12,979
411.10	Provision for Deferred Income Taxes Credit		F-17	
412.10	Investment Tax Credits Deferred to Future Periods		F-17	
412.11	Investment Tax Credits Restored to Operating Income	0	F-17	0
	Utility Operating Expenses	\$ 175,327		\$ 426,376
	Utility Operating Income	\$ 163,217		\$ 144,833
413	Income From Utility Plant Leased to Others			
414	Gains (Losses) From Disposition of Utility Property			
	Total Utility Operating Income [Enter here and on Page F-3(c)]	\$ 163,217		\$ 144,833

COMPARATIVE OPERATING STATEMENT (Cont'd)

REF. PAGE (f)	WATER (g)	REF. PAGE (h)	SEWER (i)	OTHER (j)
W-3	\$ 346,354	S-3	\$ 224,855	\$
W-2	\$ 119,905	S-2	\$ 63,963	\$
F-6	53,413	F-6	61,787	
F-5	-	F-5	-	
	(27,348)		(23,748)	
F-17	62,407	F-17	30,310	
F-17	50,030	F-17	22,678	
	8,931		4,048	
	<u>-</u>		<u>-</u>	
	\$ <u>267,338</u>		\$ <u>159,038</u>	\$ <u>-</u>
	\$ <u>79,016</u>		\$ <u>65,817</u>	\$ <u>-</u>
	\$ <u>79,016</u>		\$ <u>65,817</u>	\$ <u>-</u>

UTILITY NAME: LAKE GROVES UTILITIES INC.

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COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	REF. PAGE (d)	CURRENT YEAR (e)
	Total Utility Operating Income [From Page F-3(a)]	\$ 163,217		\$ 144,833
	OTHER INCOME AND DEDUCTIONS			
415	Revenues From Merchandising, Jobbing and Contract Deductions	\$		\$
416	Costs and Expenses of Merchandising, Jobbing and Contract Work			
419	Interest and Dividend Income	4,100		4,676
420	Allowance for Funds Used During Construction	1,074		-
421	Nonutility Income			
426	Miscellaneous Nonutility Expenses			
	Total Other Income and Deductions	\$ 5,174		\$ 4,676
	TAXES APPLICABLE TO OTHER INCOME			
408.20	Taxes Other Than Income	\$	F-17	\$
409.20	Income Taxes		F-17	
410.20	Provision for Deferred Income Taxes		F-17	
411.20	Provision for Deferred Income Taxes - Credit		F-17	
412.20	Investment Tax Credits - Net		F-17	
412.30	Investment Tax Credits Restored to Operating Income		F-17	
	Total Taxes Applicable To Other Income	\$		\$
	INTEREST EXPENSE			
427	Interest Expense	\$ 222,168	F-18	\$ 75,120
428	Amortization of Debt Discount & Expens		F-12	
429	Amortization of Premium on Debt		F-12	
	Total Interest Expense	\$ 222,168		\$ 75,120
	EXTRAORDINARY ITEMS			
433	Extraordinary Income	\$		\$
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
	Total Extraordinary Items	\$		\$
	NET INCOME	\$ (53,777)		\$ 74,389



UTILITY NAME: LAKE GROVES UTILITIES INC.

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SCHEDULE OF YEAR END RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	SEWER UTILITY (e)
101	Utility Plant In Service	F-5	\$ 2,539,280	2,715,028
	Less:			
108	Nonused and Useful Plant (1) Accumulated Depreciation	F-6	253,215	262,884
110	Accumulated Amortization	F-6	-	-
271	Contributions In Aid of Construction	F-20	1,644,309	1,608,585
252	Advances for Construction	F-19		
	Subtotal		\$ 641,756	843,559
	Additions:			
272	Accumulated Amortization of Contributions In Aid of Construction	F-21	76,583	63,925
	Subtotal		\$ 718,339	907,484
	Plus or Minus:			
114	Acquisition Adjustments (2)	F-5		
115	Accumulated Amortization of Acquisition Adjustments (2) Working Capital Allowance (3) Other (Specify):	F-5	14,988	7,995
	RATE BASE		\$ 733,327	915,479
	UTILITY OPERATING INCOME		\$ 79,016	65,817
	ACHIEVED RATE OF RETURN		10.78%	7.19%

NOTES :

- (1) Estimated if not known.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculate using the Balance Sheet Method, beginning-year end average.

UTILITY NAME: LAKE GROVES UTILITIES INC.

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UTILITY PLANT (ACCTS. 101 - 106)

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
Plant Accounts:					
101	Utility Plant In Service	\$ 2,345,988	\$ 2,715,028	\$	\$ 5,061,016
102	Utility Plant Leased to Others	0	0	0	0
103	Property Held for Future Use	0	0	0	0
104	Utility Plant Purchased or Sold	0	0	0	0
105	Construction Work In Progress	193,292	0	0	193,292
	Total Utility Plant	\$ 2,539,280	\$ 2,715,028	\$	\$ 5,254,308

UTILITY PLANT ACQUISITION ADJUSTMENTS (ACCTS. 114 - 115)

Report each acquisition adjustment and related accumulated amortization separately. For any acquisition adjustment approved by the Commission, include the Order Number

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACQUISITION ADJUSTMENTS (114):				
Beginning of year	\$ 0	0	\$ 0	\$ 0
Recording of Acquisition	0	0	0	0
Total Plant Acquisition Adjs.	\$ 0	\$ 0	\$ 0	\$ 0
ACCUMULATED AMORTIZATION (115):				
Accruals charged during year	\$ 0	\$ 0	\$	\$ 0
Total Accumulated Amortization	\$ 0	\$ 0	\$ 0	\$ 0
Net Acquisition Adjustments	\$ 0	\$ 0	\$	\$ 0

UTILITY NAME: LAKE GROVES UTILITIES INC.

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ACCUMULATED DEPRECIATION (ACCT. 108)

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
Balance first of year	\$ 202,838	\$ 197,242	\$	\$ 400,080
Credit during year:				
Accruals charged to Account 108	\$ 53,413	\$ 61,787	\$	\$ 115,200
Accruals charged other accounts (specify)				
Correction from prior yr.	(3,036)	3,855		819
Adj per allocation of UIF plant				
Salvage				
Other credits (specify)				
Total credits	\$ 50,377	\$ 65,642	\$ 0	\$ 116,019
Debits during year:				
Book cost of plant retired	\$ 0	\$ 0	\$	\$ 0
Cost of removal	0	0		0
Other debits (specify)	0			0
Allocated from UIF		0		0
Total debits	\$ 0	\$ 0	\$ 0	\$ 0
Balance end of year	\$ 253,215	\$ 262,884	\$ 0	\$ 516,099

ACCUMULATED AMORTIZATION (ACCT. 110)

None DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
Balance first of year	\$ -	\$ -	\$ 0	\$ -
Credit during year:				
Accruals charged to Account 110	\$ 0	\$ 0	\$ 0	\$ 0
Other credits (specify)				
Change in asset status	0	0	0	0
Total credits	\$ 0	\$ 0	\$ 0	\$ 0
Debits during year:				
Book cost of plant retired	\$ 0	\$ 0	\$ 0	\$ 0
Other debits (specify)				
Total debits	\$ 0	\$ 0	\$ 0	\$ 0
Balance end of year	\$ 0	\$ 0	\$ 0	\$ 0

UTILITY NAME: LAKE GROVES UTILITIES INC.

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NONUTILITY PROPERTY (ACCT. 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 BALANCE (b)	ADDITIONS (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
NONE	\$	\$	\$	\$
Total Nonutility Property_ _	\$	\$	\$	\$

SPECIAL DEPOSITS (ACCT. 132)

Report hereunder all special deposits carried in Accounts 132.

DESCRIPTION OF SPECIAL DEPOSITS (a)	ENDING YEAR END BOOK COST (b)
Electric Deposit - Florida Power.	\$ 167,929
Total Special Deposits_ _	\$ 167,929

UTILITY NAME: LAKE GROVES UTILITIES INC.

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INVESTMENTS AND SPECIAL FUNDS (ACCTS. 123 - 127)

Report hereunder all investments and special funds carried in Accounts 123 thru 127.

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
<b>INVESTMENT IN ASSOCIATED COMPANIES (ACCT. 123):</b>		
<b>NONE</b>	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
<b>Total Investment In Associated Companies</b>		\$ ---
<b>UTILITY INVESTMENTS (ACCT. 124):</b>		
<b>NONE</b>	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
<b>Total Utility Investments</b>		\$ ---
<b>OTHER INVESTMENTS (ACCT. 125):</b>		
<b>NONE</b>	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
<b>Total Other Investments</b>		\$ ---
<b>SPECIAL FUNDS (ACCT. 127):</b>		
<b>NONE</b>	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---
	\$ ---	\$ ---

UTILITY NAME: LAKE GROVES UTILITIES INC.

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ACCOUNTS AND NOTES RECEIVABLE - NET (ACCTS. 141 - 144)

Report hereunder all accounts and notes receivable included in Accounts 141, 142 and 144. Amounts included in Accounts 142 and 144 should be listed individually.

DESCRIPTION (a)	TOTAL (b)
<b>ACCOUNTS RECEIVABLE:</b>	
Customer Accounts Receivable (Acct. 141):	
Water -----	\$ 61,052
Sewer -----	60,736
Other -----	
Total Customer Accounts Receivable -----	\$ 121,788
<b>OTHER ACCOUNTS RECEIVABLE (Acct. 142):</b>	
-----	\$ -----
-----	
Total Other Accounts Receivable -----	0
<b>NOTES RECEIVABLE (Acct. 144):</b>	
-----	\$ -----
-----	
Total Notes Receivable -----	0
<b>Total Accounts and Notes Receivable</b> -----	<b>\$ 121,788</b>
<b>ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Acct. 143):</b>	
Balance first of year -----	\$ -----
Add: Provision for uncollectibles for current year -----	\$ -----
Collections of accounts previously written off -----	
Utility accounts -----	
Others -----	
Total Additions -----	\$ -----
Deduct accounts written off during year:	
Utility Accounts -----	\$ -----
Others -----	
Total accounts written off -----	\$ -----
Balance end of year -----	\$ 0
<b>Total Accounts and Notes Receivable - Net</b> -----	<b>\$ 121,788</b>

UTILITY NAME: LAKE GROVES UTILITIES INC.

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ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES (ACCT. 145)

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
	\$
NONE	
Total	\$

NOTES RECEIVABLE FROM ASSOCIATED COMPANIES (ACCT. 146)

Report each note receivable from associated companies separately.

DESCRIPTION	INTEREST RATE (b)	TOTAL (c)
		\$
NONE		
Total		\$



UTILITY NAME: LAKE GROVES UTILITIES INC.

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PREPAYMENTS (ACCT. 162)

DESCRIPTION (a)	TOTAL (b)
Prepaid Insurance	\$
Prepaid Rents	
Prepaid Interest	
Prepaid Taxes	
Other Prepayments (Specify):	3,049
Misc	
Total Prepayments	\$ 3,049

MISCELLANEOUS DEFERRED DEBITS (ACCT. 186)

DESCRIPTION (a)	TOTAL (b)
MISCELLANEOUS DEFERRED DEBITS (Acct. 186):	\$
Deferred Rate Case Expense (Acct. 186.1)	-
Other Deferred Debits (Acct. 186.2)     NONE	-
Total Miscellaneous Deferred Debits	\$ -

UTILITY NAME: LAKE GROVES UTILITIES INC.

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UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT (ACCTS. 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 (Acct. 181):		
<b>NONE</b>	\$	\$
Total Unamortized Debt Discount and Expense	\$	\$
UNAMORTIZED PREMIUM ON DEBT (Acct. 251):		
	\$	\$
Total Unamortized Premium on Debt	\$	\$

EXTRAORDINARY PROPERTY LOSSES (ACCT. 182)

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
EXTRAORDINARY PROPERTY LOSSES (Acct. 182):	
<b>NONE</b>	\$
Total Extraordinary Property Losses	\$

UTILITY NAME: LAKE GROVES UTILITIES INC.

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NOTES PAYABLE (ACCTS. 232 and 234)

DESCRIPTION (a)	NOMINAL DATE OF ISSUE (b)	DATE OF MATURITY (c)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (f)
			RATE (d)	FREQUENCY OF PAYMENT (e)	
ACCOUNT 232 - NOTES PAYABLE: <u>NONE</u>	---	---	---	---	\$ ---
_____	---	---	---	---	---
_____	---	---	---	---	---
_____	---	---	---	---	---
Total Account 232					\$ _____
ACCOUNT 234 - NOTES PAYABLE TO ASSOCIATED COMPANIES: <u>NONE</u>	---	---	---	---	\$ ---
_____	---	---	---	---	---
_____	---	---	---	---	---
_____	---	---	---	---	---
Total Account 234					\$ _____

ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES (ACCT. 233)

Report each account payable separately.

DESCRIPTION (a)	TOTAL (b)
WATER SERVICE CORP.	\$ 2,754,423
_____	
_____	
_____	
_____	
_____	
Total	\$ 2,754,423

UTILITY NAME: LAKE GROVES UTILITIES INC.

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CAPITAL STOCK (ACCTS. 201 and 204)

DESCRIPTION (a)	COMMON STOCK (b)	PREFERRED STOCK (c)
Par or stated value per share	\$ 1.00	\$
Shares authorized	100	
Shares issued and outstanding	100	
Total par value of stock issued	\$ 100	\$
Dividends declared per share for year		\$

LONG TERM DEBT (ACCT. 224)

DESCRIPTION OF OBLIGATION (INCLUDING NOMINAL DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	RATE (b)	FREQUENCY OF PAYMENT (c)	
NONE			\$
Total			\$

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
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STATEMENT OF RETAINED EARNINGS

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

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings:	
	Balance beginning of year	\$ (835,684)
	Changes to account:	
439	Adjustments to Retained Earnings (requires Commission approval prior to use):	
	Credits:	\$ 0
	Total Credits	\$
	Debits:	\$
	Total Debits	\$ 0
435	Balance Transferred from Income	\$ 74,389
436	Appropriations of Retained Earnings:	\$
	Total Appropriations of Retained Earnings	\$ 0
	Dividends Declared:	
437	Preferred Stock Dividends Declared	\$
438	Common Stock Dividends Declared	\$
	Total Dividends Declared	\$ 0
	Balance end of year	\$ (761,295)
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end):	\$
	Total Appropriated Retained Earnings	\$ 0
	Total Retained Earnings	\$ (761,295)

Notes to Statement of Retained Earnings:

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
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BONDS (ACCT. 221)

DESCRIPTION OF OBLIGATION (INCLUDING NOMINAL DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST			PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	RATE (b)	FREQUENCY OF PAYMENT (c)		
NONE	_____ %	_____	\$	-----
_____	_____ %	_____		-----
_____	_____ %	_____		-----
_____	_____ %	_____		-----
_____	_____ %	_____		-----
_____	_____ %	_____		-----
_____	_____ %	_____		-----
_____	_____ %	_____		-----
_____	_____ %	_____		-----
_____	_____ %	_____		-----
_____	_____ %	_____		-----
Total			\$	-----

ADVANCES FROM ASSOCIATED COMPANIES (ACCT. 223)

Report each advance seperately.

DESCRIPTION (a)		TOTAL (b)
NONE		\$ -----
_____		-----
_____		-----
_____		-----
_____		-----
_____		-----
_____		-----
_____		-----
_____		-----
_____		-----
_____		-----
Total		\$ -----

UTILITY NAME: LAKE GROVES UTILITIES INC.

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ACCRUED TAXES (ACCT. 236)

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER (e)	TOTAL (f)
	Balance First of Year	\$ (32,990)	\$ (34,590)	\$ -	\$ (67,580)
408.10	Accruals Charged:				
	Utility Regulatory				
408.11	Assessment Fees	\$ 16,380	\$ 10,584	\$ -	\$ 26,964
408.12	Property Taxes	46,027	19,726	-	65,753
408.13	Payroll Taxes	0	0	-	0
409.10	Other Taxes & Licenses	-	-	-	0
409.11	Federal Income Taxes	50,030	22,678	-	72,708
410.10	State Income Taxes	0	0	-	0
	Deferred FIT	8,931	4,048	-	12,979
	Deferred SIT	0	0	-	0
	ITC Restored	0	0	-	0
410.11	Taxes Applicable To Other Income (Accts. 408.2, 409.2, 409.3, 410.2)	\$ -	\$ -	\$ -	\$ 0
	<b>Total Taxes Accrued</b>	<b>\$ 121,368</b>	<b>\$ 57,036</b>	<b>\$ -</b>	<b>\$ 178,404</b>
	Taxes Paid During Year:				
	Utility Regulatory				
408.10	Assessment Fees	\$ (26,228)	\$ (16,945)	\$ -	\$ (43,173)
408.11	Property Taxes	37,762	1,111	-	38,873
408.12	Payroll Taxes	0	0	-	0
408.13	Other Taxes & Licenses	0	0	-	0
409.10	Federal Income Taxes	50,030	22,678	-	72,708
409.11	State Income Taxes	(12,495)	(5,664)	-	(18,159)
	Deferred FIT	8,931	4,048	-	12,979
	Deferred SIT	0	0	-	0
	ITC Restored	0	0	-	0
	Taxes Applicable To Other Income (Accts. 408.2, 409.2, 409.3, 410.2)	0	0	-	0
	<b>Total Taxes Paid</b>	<b>\$ 58,000</b>	<b>\$ 5,228</b>	<b>\$ -</b>	<b>\$ 63,228</b>
	Balance End of Year	\$ 30,378	\$ 17,218	\$ 0	\$ 47,596

UTILITY NAME: LAKE GROVES UTILITIES INC.

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ACCRUED INTEREST (ACCT. 237)

DESCRIPTION OF DEBT (a)	INTEREST ACCRUED DURING YEAR			INTEREST PAID DURING YEAR (d)	BALANCE END OF YEAR (f)
	BALANCE BEGINNING OF YEAR (b)	ACCT. DEBIT (c)	AMOUNT (d)		
ACCOUNT NO. 237.1 - ACCRUED INTEREST ON LONG TERM DEBT:	\$ 0			\$ 0	0
_____	0				0
UTILITIES, INC.	0				0
INTERCOMPANY INTEREST	0		75,120	75,120	0
_____	0				0
_____	0				0
Total Account No. 237.1	\$ 0		75,120	\$ 75,120	0
ACCOUNT NO. 237.2 - ACCRUED INTEREST ON OTHER LIABILITIES:	\$ 0			\$ 0	0
Misc Items	0		12,940		12,940
_____	0				0
_____	0				0
_____	0				0
Total Account No. 237.2	\$ 0		12,940	\$ 0	12,940
Total Account No. 237_ _	\$ -		\$ 88,060	\$ 75,120	12,940

REGULATORY COMMISSION EXPENSE - AMORTIZATION  
OF RATE CASE EXPENSE (ACCTS. 666 and 766)

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	AMOUNT TRANSFERRED TO ACCT. NO. 186.1 (c)	CHARGED OFF DURING YEAR	
			ACCT. (d)	AMOUNT (e)
NONE	\$ _____			
_____	_____			
_____	_____			
_____	_____			
_____	_____			
_____	_____			
_____	_____			
Total	\$ _____			-



UTILITY NAME: LAKE GROVES UTILITIES INC.

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MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES (ACCT. 241)

DESCRIPTION (a)	BALANCE END OF YEAR (b)
<b>NONE</b>	\$ -
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
Total Miscellaneous Current And Accrued Liabilities	\$ -

ADVANCES FOR CONSTRUCTION (ACCT. 252)

NAME OF PAYOR (a)	BALANCE BEGINNING OF YEAR (b)	DEBITS		CREDITS (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
<b>NONE</b>	\$ -		\$ -	\$ -	\$ -
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
Total	\$ -		\$ -	\$ -	\$ -

UTILITY NAME: LAKE GROVES UTILITIES INC.

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CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCT. 271)

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & S OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year_ _ _ _	\$ <u>1,144,920</u>	<u>1,075,898</u>	<u>          </u>	<u>2,220,818</u>
Add credits during year:				
Contributions received from Capacity, Main Extension and Customer Connection Charges (Schedule "A") _ _	\$ 73,242	72,518		145,760
Contributions received from Developer or Contractor Agreements in cash or property (Schedule "B") _	- 426,147	- 460,169		- 886,316
 Total Credits _ _ _ _ _	\$ <u>499,389</u>	<u>532,687</u>	<u>-</u>	<u>1,032,076</u>
Less debits charged during the year (All debits charged during the year must be explained below)	\$ <u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Contributions In Aid of Construction _ _ _ _ _	\$ <u>1,644,309</u>	<u>1,608,585</u>	<u>-</u>	<u>3,252,894</u>

Explain all debits charged to Account 271 below:

N/A

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
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SCHEDULE "A"  
ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED  
EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED

DESCRIPTION OF CHARGES (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	WATER (d)	SEWER (e)
Sewer Connection Fees	1	\$ 72,518	\$ -	\$ 72,518
Water Connection Fees	1	73,242	73,242	-
			-	-
			-	-
			-	-
			-	-
<b>Total Credits</b>		\$	<b>73,242</b>	\$ <b>72,518</b>

ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCT. 272)

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & S OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 72,602	60,040	0	132,642
Dedits during year:				
Accruals charged to Account	\$ 27,348	23,748	0	51,096
Other debits (specify):		0	0	0
<b>Total debits</b>	\$ <b>27,348</b>	<b>23,748</b>	<b>0</b>	<b>51,096</b>
Credits during year (specify acquisition adjustment)	\$ 23,367	19,863		43,230
<b>Total Credits</b>	\$ <b>23,367</b>	<b>19,863</b>	<b>0</b>	<b>43,230</b>
Balance end of year	\$ 76,583	63,925	0	140,508



UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES  
(UTILITY OPERATIONS)

1. The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computation of all tax accruals.

2. If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.

DESCRIPTION (a)	REF (b)	AMOUNT (c)
Net income for the year		\$ 74,389
Reconciling items for the year:		
Taxable income not reported on books:		
TAP FEES		0
Deductions recorded on books not deducted for return:		
Net Change - Deferred Maintenance		
Net Change - Rate Case		
Excess Tax Depreciation over Book Depreciation		0
Current FIT		72,708
Deferred FIT		12,979
Deferred SIT		0
Income recorded on books not included in return:		
Turnaround of Prior Year's - Deferred Maintenance		
Interest During Construction		
Turnaround of Prior Year's - Rate Case		
Deduction on return not charged against book income:		
Organization Exp		
Acquisition entry		53,771
Federal tax net income		\$ 213,847
Computation of tax:		-----
213,847		
34%		
<u>72,708</u>		

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

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT DECEMBER 31, 1998
-------------------------------------

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (2)

NONE CLASS OF CAPITAL (a)	DOLLAR AMOUNT (1) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (d)	WEIGHTED COST [c x d] (e)
Common Equity	\$ N/A	#VALUE!	0.00 %	#VALUE!
Preferred Stock		#DIV/0!	0.00 %	#DIV/0!
Long Term Debt		#DIV/0!	0.00 %	#DIV/0!
Customer Deposits		#DIV/0!	0.00 %	#DIV/0!
Tax Credits - Zero Cost		#DIV/0!	0.00 %	#DIV/0!
Tax Credits - Weighted Co		#DIV/0!	0.00 %	#DIV/0!
Deferred Income Taxes		#DIV/0!	0.00 %	#DIV/0!
Other (Explain)		#DIV/0!	0.00 %	#DIV/0!
Total	\$ 0	#VALUE!		#VALUE!

(1) Should equal amounts on Schedule B, Column (f), Page F-25.

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

APPROVED AFUDC RATE

Current Commission approved AFUDC rate:	n/a %
Commission order approving AFUDC rate:	n/a

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

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT DECEMBER 31, 1998
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SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

NONE					
CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	NON-UTILITY ADJUSTMENTS (c)	NON-JURIS. ADJUSTMENTS (d)	OTHER (1) ADJUSTMENTS (e)	CAPITAL STRUCTURE USED FOR AFUDC CALCULATION (f)
Common Equity	\$	\$ 0	\$ 0	\$ 0	\$ 0
Preferred Stock		0	0	0	0
Long Term Debt		0	0	0	0
Customer Deposits		0	0	0	0
Tax Credits - Zero Cost		0	0	0	0
Tax Credits - Weighted		0	0	0	0
Cost of Capital		0	0	0	0
Deferred Income Taxes		0	0	0	0
Other (Explain)		0	0	0	0
		-----	-----	-----	-----
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
		-----	-----	-----	-----

(1) Explain below all adjustments made in Column (e):

NOT APPLICABLE

**WATER  
OPERATION  
SECTION**



UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)
301	Organization	\$ 9,078	\$ 4,239	\$
302	Franchises		0	
303	Land and Land Rights	420,635	0	
304	Structures and Improvements	117,072	5,966	
305	Collecting and Impounding Reservoirs		0	
306	Lake, River and Other Intakes		0	
307	Wells and Springs	212,588	0	
308	Infiltration Galleries and Tunnels		0	
309	Supply Mains		0	
310	Power Generation Equipment		0	
311	Pumping Equipment	58,247	0	
320	Water Treatment Equipment	47,149	0	
330	Distribution Reservoirs and Standpipes	43,514	0	
331	Transmission and Distribution Mains	779,976	266,608	
333	Services	113,693	66,008	
334	Meters and Meter Installations	50,379	21,738	
335	Hydrants	71,909	29,972	
339	Other Plant and Miscellaneous Equipment		0	
340	Office Furniture and Equip.	137	713	
341	Transportation Equipment	7,598	7,599	
342	Stores Equipment		0	
343	Tools, Shop and Garage Equip.	824	4,243	
344	Laboratory Equipment	1,151	838	
345	Power Operated Equipment		0	
346	Communication Equipment	230	230	
347	Miscellaneous Equipment		0	
348	Other Tangible Plant (from UIF)	450	3,204	
	Total Water Plant	\$ 1,934,630	\$ 411,358	\$ 0

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

\* Additions due to acquisition and alloc from UIF

WATER UTILITY PLANT MATRIX

	.1	.2	.3	.4	.5
CURRENT YEAR (f)	INTANGIBLE PLANT (g)	SOURCE OF SUPPLY AND PUMPING PLANT (h)	WATER TREATMENT PLANT (i)	TRANSMISSION AND DISTRIBUTION PLANT (j)	GENERAL PLANT (k)
\$ 13,317	\$ 13,317	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	\$ XXXXXXXXXXXXX
0	0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
420,635	XXXXXXXXXXXXX	420,635	0	0	0
123,038	XXXXXXXXXXXXX	123,038	0	0	0
0	XXXXXXXXXXXXX	0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
0	XXXXXXXXXXXXX	0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
0	XXXXXXXXXXXXX	0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
212,588	XXXXXXXXXXXXX	212,588	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
0	XXXXXXXXXXXXX	0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
0	XXXXXXXXXXXXX	0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
0	XXXXXXXXXXXXX	0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
0	XXXXXXXXXXXXX	0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
58,247	XXXXXXXXXXXXX	58,247	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
47,149	XXXXXXXXXXXXX	XXXXXXXXXXXXX	47,149	XXXXXXXXXXXXX	XXXXXXXXXXXXX
0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	0	XXXXXXXXXXXXX
43,514	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	43,514	XXXXXXXXXXXXX
0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	0	XXXXXXXXXXXXX
1,046,584	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	1,046,584	XXXXXXXXXXXXX
179,701	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	179,701	XXXXXXXXXXXXX
72,117	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	72,117	XXXXXXXXXXXXX
101,881	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	101,881	XXXXXXXXXXXXX
0	0	0	0	0	XXXXXXXXXXXXX
0	0	0	0	0	XXXXXXXXXXXXX
850	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	850
15,197	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	15,197
0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	0
5,067	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	5,067
1,989	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	1,989
0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	0
460	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	460
0	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	0
3,654	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	3,654
\$ 2,345,988	\$ 13,317	814,508	47,149	1,443,797	27,217

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT DECEMBER 31, 1998
-------------------------------------

WATER UTILITY EXPENSE ACCOUNTS

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	\$ 44,537	9,798	2,672
603	Salaries and Wages - Officers, Directors and Majority Stockholders			
604	Employee Pensions and Benefits	-	-	-
610	Purchased Water			XXXXXXXXXXXX
615	Purchased Power	19,945	19,945	XXXXXXXXXXXX
616	Fuel for Power Purchased			XXXXXXXXXXXX
618	Chemicals	2,655		
620	Materials and Supplies	3,869	1,548	387
631	Contractual Services - Eng.	19,372		
632	Contractual Services - Acct.	725		
633	Contractual Services - Legal	-		
634	Contractual Services - Management Fees	-		
635	Contractual Services - Other	-		
641	Rental of Building/Real Property			
642	Rental of Equipment			
650	Transportation Expenses	2,182	480	131
656	Insurance - Vehicle			
657	Insurance - General Liability			
658	Insurance - Workman's Compensation			
659	Insurance - Other	1,203	265	72
660	Advertising Expense		XXXXXXXXXXXX	XXXXXXXXXXXX
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	-	XXXXXXXXXXXX	XXXXXXXXXXXX
667	Regulatory Commission Expenses - Other	-	XXXXXXXXXXXX	XXXXXXXXXXXX
670	Bad Debt Expense	236	XXXXXXXXXXXX	XXXXXXXXXXXX
675	Miscellaneous Expenses	25,181		
	<b>Total Water Utility Expenses</b>	<b>\$ 119,905</b>	<b>\$ 32,036</b>	<b>\$ 3,262</b>

**WATER 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 ADMINISTRATIVE & GENERAL EXPENSES (k)
601	\$ 9,798	2,672	15,588	4,009		
603						
604	0	0	0	0		
610	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX
615		XXXXXXXXXXXX		XXXXXXXXXXXX		
616		XXXXXXXXXXXX		XXXXXXXXXXXX		
618	2,655				XXXXXXXXXXXX	XXXXXXXXXXXX
620			1,624	310		
631			19,372			
632						725
633						0
634						
635					0	
641					0	0
642						
650	480	131	764	196		
656						
657						
658						
659	265	72	421	108		
660	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	
666	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	
	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	
	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	
667						0
670	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	236	XXXXXXXXXXXX
675					12,590	12,591
	<u>\$ 13,198</u>	<u>\$ 2,875</u>	<u>\$ 37,769</u>	<u>\$ 4,623</u>	<u>\$ 12,826</u>	<u>\$ 13,316</u>

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

WATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
	Operating Revenues:			
460	Unmetered Water Revenue			\$
	Metered Water Revenue:			
461.1	Metered Sales to Residential Customers	615	942	\$ 345,356
461.2	Metered Sales to Commercial Customers			
461.3	Metered Sales to Industrial Customers			
461.4	Metered Sales to Public Authorities			
461.5	Metered Sales to Multiple Family Dwellings			
	<b>Total Metered Sales</b>	<u>615</u>	<u>942</u>	<u>\$ 345,356</u>
	Fire Protection Revenue:			
462.1	Public Fire Protection			\$
462.2	Private Fire Protection			
	<b>Total Fire Protection Revenue</b>			<u>\$</u>
464	Other Sales To Public Authorities			\$
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
	<b>Totals</b>	<u>615</u>	<u>942</u>	<u>\$ 345,356</u>
	Other Water Revenues:			
469	Guaranteed Revenues			\$
470	Forfeited Discounts			0
471	Miscellaneous Service Revenues			998
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
	<b>Total Other Water Revenues</b>			<u>\$ 998</u>
	<b>Total Water Operating Revenues</b>			<u>\$ 346,354</u>

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

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		%	3.03%
305	Collecting and Impounding Reservoirs		%	
306	Lake, River and Other Intakes		%	
307	Wells and Springs		%	3.33%
308	Infiltration Galleries and Tunnels		%	
309	Supply Mains		%	
310	Power Generation Equipment		%	
311	Pumping Equipment		%	5.00%
320	Water Treatment Equipment		%	4.55%
330	Distribution Reservoirs and Standpipes		%	2.70%
331	Transmission and Distribution Mains		%	2.33%
333	Services		%	2.50%
334	Meters and Meter Installations		%	5.00%
335	Hydrants		%	2.22%
339	Other Plant and Miscellaneous Equipment		%	
340	Office Furniture and Equip.		%	
341	Transportation Equipment		%	
342	Stores Equipment		%	
343	Tools, Shop and Garage Equip.		%	6.25%
344	Laboratory Equipment		%	6.67%
345	Power Operated Equipment		%	
346	Communication Equipment		%	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.



UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d+e) (f)
304	Structures and Improvements	\$ 21,369	\$ 4,392	\$ (2,196)	\$ 2,196
305	Collecting and Impounding Reservoirs		0	0	0
306	Lake, River and Other Intakes		0	0	0
307	Wells and Springs	43,305	7,866	(3,933)	3,933
308	Infiltration Galleries and Tunnels		0	0	0
309	Supply Mains		0	0	0
310	Power Generation Equipment		0	0	0
311	Pumping Equipment	18,844	3,425	(1,713)	1,712
320	Water Treatment Equipment	14,577	2,772	(1,386)	1,386
330	Distribution Reservoirs and Standpipes	7,976	1,449	(724)	725
331	Transmission and Distribution Mains	70,110	20,839	(2,163)	18,676
333	Services	8,887	5,139	(2,569)	2,570
334	Meters and Meter Installations	8,205	1,892	(946)	946
335	Hydrants	4,437	2,547	(1,273)	1,274
339	Other Plant and Miscellaneous Equipment		0	0	0
340	Office Furniture and Equip.	19	0	0	0
341	Transportation Equipment	4,431	2,533	14,406	16,939
342	Stores Equipment		0	0	0
343	Tools, Shop and Garage Equip.	156	338	106	444
344	Laboratory Equipment		133	(67)	66
345	Power Operated Equipment		0	0	0
346	Communication Equipment	275	31	(274)	(243)
347	Miscellaneous Equipment		0	0	0
348	Other Tangible Plant	247	57	(304)	(247)
	<b>Total Depreciable Water Plant In Service</b>	<b>\$ 202,838</b>	<b>\$ 53,413</b>	<b>\$ (3,036)</b>	<b>\$ 50,377</b>

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

The "Other Credits (e)" are the result of an allocation of UIF plant & acquisition

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (Cont'd)

PLANT RETIRED (g)	ASSOCIATED SALVAGE AND INSURANCE (h)	ASSOCIATED COST OF REMOVAL (i)	OTHER CHARGES (j)	TOTAL CHARGES (g-h+i+j) (k)	BALANCE AT END OF YEAR (c+f-k) (l)
\$ 0	\$	\$	\$	\$ 0	\$ 23,565
0				0	0
0				0	0
0				0	0
0				0	47,238
0				0	0
0				0	0
0				0	0
0				0	0
0				0	20,556
0				0	15,963
0				0	0
0				0	8,701
0				0	0
0				0	88,786
0				0	11,457
0				0	9,151
0				0	5,711
0				0	0
0				0	0
0				0	19
0				0	21,370
0				0	0
0				0	600
0				0	66
0				0	0
0				0	32
0				0	0
0				0	0
0				0	0
<u>0</u>				<u>0</u>	<u>0</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 253,215



**SEWER  
OPERATION  
SECTION**

YEAR OF REPORT  
DECEMBER 31, 1998

UTILITY NAME: LAKE GROVES UTILITIES, INC.

SYSTEM NAME: LAKE GROVES UTILITIES, INC.

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	-----	6.328	4.717	-----	1.579
February	-----	5.987	4.086	-----	6.486
March	-----	9.505	11.573	-----	9.619
April	-----	17.864	9.049	-----	7.846
May	-----	24.228	2.891	-----	15.957
June	-----	27.294	1.462	-----	16.500
July	-----	18.501	1.462	-----	29.475
August	-----	17.221	.001	-----	14.556
September	-----	12.099	.001	-----	13.851
October	-----	16.414	.051	-----	15.413
November	-----	16.348	.056	-----	13.945
December	-----	16.820	.101	-----	13.057
Total for	-----	188.609	35.450	153.159	158.284

If water is purchased for resale, indicate the following:

Vendor N/A

Point of delivery N/A

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

N/A

UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT  
DECEMBER 31, 1998

SYSTEM NAME: LAKE GROVES UTILITIES, INC.

**WATER TREATMENT PLANT INFORMATION**

Type of treatment (reverse osmosis, etc.):		<u>GAS CHLORINATION</u>	
Methods used (sedimentation, chemical, aerated, etc.):		_____	
<b>LIME TREATMENT</b>			
Unit rating (GPM):	<u>N/A</u>	Manufacturer:	_____
<b>FILTRATION</b>			
Type and area:	<input type="checkbox"/> Pressure	----> Square Feet:	_____
	<input type="checkbox"/> Gravity	----> GPM/Square Feet:	_____

**MAINS**

TYPE OF PIPE (Galvanized, Cast Iron, PVC, Etc.)	DIAMETER OF PIPE (in inches)	MAINS BEGINNING OF YEAR (in feet)	ADDITIONS	RETIREMENTS	MAINS END OF YEAR (in feet)
PVC/DI	4"	7720	1215	-	8935
PVC/DI	6"	14235	3205	-	17440
PVC/DI	8"	15683	12160	-	27843
PVC	12"	4750	0	-	4750
PVC	14"	705	0	-	705
PVC	16"	5450	2080	-	7530
PVC	18"	1275	0	-	1275
<b>Total feet of mains</b>		<b>49818</b>	<b>18660</b>		<b>68478</b>

**SERVICES AND METERS**

METERS IN SERVICE	METERS BEGINNING OF YEAR	ADDITIONS	RETIREMENTS	METERS END OF YEAR
5/8" - 3/4"	605	341	-	946
1"	2	2	-	4
2"	-	-	-	-
3"	-	-	-	-
4"	-	-	-	-
6"	-	-	-	-
8"	-	-	-	-
Other (Specify):				
3/4"	-	-	-	-
1-1/2"	1	-	-	1
<b>Total meters in service</b>	<b>608</b>	<b>343</b>		<b>951</b>
<b>Total meters in stock</b>				
<b>Number of services in use</b>	<b>608</b>	<b>343</b>		<b>951</b>

UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT  
DECEMBER 31, 1998

SYSTEM NAME: LAKE GROVES UTILITIES, INC.

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed	1991	1992		
Types of Well Construction and Casing	ROTARY	ROTARY		
CASING DEPTH	277'	270'		
CASING DIAMETER	18"	18"		
Depth of Wells	740'	750'		
Diameters of Wells	18"	18"		
Pump - GPM	800	1500		
Motor - HP	50	100		
Yields of Wells in GPD	1,152	2,160,000		
Auxiliary Power	YES	YES		

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete or pneumatic)	PNEUMATIC	PNEUMATIC		
Capacity of Tank	5,000 GAL	10,000 GAL		
Ground or Elevated	Ground	Ground		

HIGH SERVICE PUMPING

MOTORS (a)	(b)	(c)	(d)	(e)
Manufacturer				
Type				
Rated Horsepower				
PUMPS				
Manufacturer				
Type				
Capacity in GPM				
Average Number Of Hours Operated Per Day				
Auxiliary Power				

UTILITY NAME: LAKE GROVES UTILITIES, INC.

SYSTEM NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT  
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SOURCE OF SUPPLY

List for each source of supply:			
Gals. per day of source	1.152 MGD	2.160 MGD	
Type of source	GROUND WATER	GROUND WATER	

WATER TREATMENT FACILITIES

List for each water treatment facility:			
Type	PRIMARY		
Make	N/A		
Gals. per day capacity	.523 MGD		
Method of measurement			

OTHER WATER SYSTEM INFORMATION

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

- |   |  |  |  |
|---|--|--|--|
| 1. Present ERC's * that system can efficiently serve.   | 1494   |  |  |
| 2. Estimated annual increase in ERC's * .   | 140  |  |  |
| 3. List fire fighting facilities and capacities.  | 52 FIRE HYDRANTS WITH INDIVIDUAL FLOW TESTED CAPACITY OF 500 GPM |  |  |
| 4. List percent of certificated area where service connections are installed (total for each county). | 64%  |  |  |
| 5. What is the current need for system upgrading and/or expansion?                                    |  |  |  |
| 6. What are plans for future system upgrading and/or expansion?                                       |  |  |  |
| 7. Have questions 6 and 7 been discussed with an engineer (if so, state name and address)?            |  |  |  |
| 8. Have questions 6 and 7 been discussed with appropriate state sanitary engineering office?          |  |  |  |

\* ERC = (Total Gallons Sold / 365 days) / 350 Gallons Per Day

UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT  
DECEMBER 31, 1998

SYSTEM NAME: LAKE GROVES UTILITIES, INC.

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
5/8"	Displacement	1.0	946	946
3/4"	Displacement	1.5		
1"	Displacement	2.5	4	10
1 1/2"	Displacement or Turbine	5.0	1	5
2"	Displacement, Compound or Turbine	8.0		
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
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				961

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL CONNECTIONS

$$(158.284 / 365 \text{ days}) / 350 \text{ gpd} = 1239$$

(total gallons sold)

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
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SEWER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS* (d)	RETIREMENTS (e)
351	Organization	\$ 9,079	\$ (112)	\$
352	Franchises		0	
353	Land and Land Rights	467,370	0	
354	Structures and Improvements	234,920	(1,335)	
360	Collection Sewers - Force	318,463	73,717	
361	Collection Sewers - Gravity	620,178	277,044	
362	Special Collecting Structures		0	
363	Services to Customers		0	
364	Flow Measuring Devices		0	
365	Flow Measuring Installations		0	
370	Receiving Wells		0	
371	Pumping Equipment	263,974	94,414	
380	Treatment and Disposal Equip.		0	
381	Plant Sewers	338,751	0	
382	Outfall Sewer Lines	16,718	0	
389	Other Plant and Miscellaneous Equipment		0	
390	Office Furniture and Equip.	137	(137)	
391	Transportation Equipment	7,598	(7,598)	
392	Stores Equipment		0	
393	Tools, Shop and Garage Equip.	670	1,177	
394	Laboratory Equipment	1,989	(1,989)	
395	Power Operated Equipment		0	
396	Communication Equipment	230	(230)	
397	Miscellaneous Equipment	1,151	(1,151)	
398	Other Tangible Plant	450	(450)	
	<b>Total Sewer Plant</b>	<b>\$ 2,281,678</b>	<b>\$ 433,350</b>	<b>\$ 0</b>

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

- \* Additions due to acquisition and alloc from UIF & acquisition
- \* credit balances see water acct

SEWER UTILITY PLANT MATRIX

CURRENT YEAR (f)	.1 INTANGIBLE PLANT (g)	.2 COLLECTION PLANT (h)	.3 SYSTEM PUMPING PLANT (i)	.4 TREATMENT AND DISPOSAL PLANT (j)	.5 GENERAL PLANT (k)
\$ 8,967	\$ 8,967	\$ XXXXXXXXXXXX	\$ XXXXXXXXXXXX	\$ XXXXXXXXXXXX	\$ XXXXXXXXXXXX
0	0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX
467,370	XXXXXXXXXXXX	467,370	0	0	0
233,585	XXXXXXXXXXXX	233,585	0	0	0
392,180	XXXXXXXXXXXX	392,180	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX
897,222	XXXXXXXXXXXX	897,222	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX
0	XXXXXXXXXXXX	0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX
0	XXXXXXXXXXXX	0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX
0	XXXXXXXXXXXX	0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX
0	XXXXXXXXXXXX	0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX
0	XXXXXXXXXXXX	XXXXXXXXXXXX	0	XXXXXXXXXXXX	XXXXXXXXXXXX
358,388	XXXXXXXXXXXX	XXXXXXXXXXXX	358,388	XXXXXXXXXXXX	XXXXXXXXXXXX
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	0	XXXXXXXXXXXX
338,751	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	338,751	XXXXXXXXXXXX
16,718	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	16,718	XXXXXXXXXXXX
0	0	0	0	0	XXXXXXXXXXXX
0	0	0	0	0	XXXXXXXXXXXX
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-
1,847	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	1,847
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-
0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-
<u>\$ 2,715,028</u>	<u>\$ 8,967</u>	<u>\$ 1,990,357</u>	<u>\$ 358,388</u>	<u>\$ 355,469</u>	<u>\$ 1,847</u>



UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
DECEMBER 31, 1998

SEWER UTILITY EXPENSE ACCOUNTS

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)
701	Salaries and Wages - Employees	\$ 15,376	\$ 461	\$ 1,845
703	Salaries and Wages - Officers, Directors and Majority Stockholders			
704	Employee Pensions and Benefits	0	-	-
710	Purchased Sewage Treatment			XXXXXXXXXXXX
711	Sludge Removal Expense	9,900		XXXXXXXXXXXX
715	Purchased Power	15,374		XXXXXXXXXXXX
716	Fuel for Power Purchased			
718	Chemicals	1,715		
720	Materials and Supplies	9,760	390	1,562
731	Contractual Services - Eng.	4,285		
732	Contractual Services - Acct.	468		
733	Contractual Services - Legal	0		
734	Contractual Services - Management Fees	0		
735	Contractual Services - Other	0		
742	Rental of Equipment Property			
750	Transportation Expenses	1,409	42	169
756	Insurance - Vehicle			
757	Insurance - General Liability			
758	Insurance - Workman's Compensation			
759	Insurance - Other	777		
760	Advertising Expense		XXXXXXXXXXXX	XXXXXXXXXXXX
766	Regulatory Commission Expenses - Amortization of Rate Case Expense	0	XXXXXXXXXXXX	XXXXXXXXXXXX
767	Regulatory Commission Expenses - Other	0	XXXXXXXXXXXX	XXXXXXXXXXXX
770	Bad Debt Expense	152	XXXXXXXXXXXX	XXXXXXXXXXXX
775	Miscellaneous Expenses	4,747		
	Total Sewer Utility Expenses	\$ 63,963	\$ 893	\$ 3,576

ERROR

SEWER EXPENSE ACCOUNT MATRIX

.3 PUMPING EXPENSES - OPERATIONS (f)	.4 PUMPING EXPENSES - MAINTENANCE (g)	.5 TREATMENT & DISPOSAL EXPENSES - OPERATIONS (h)	.6 TREATMENT DISPOSAL EXPENSES - MAINTENANCE (i)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMINISTRATIVE & GENERAL EXPENSES (k)
\$ 3,075	\$ 769	\$ 7,380	\$ 1,846	\$	\$
-	\$ -	\$ -	\$ -	-	
XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
3,844	XXXXXXXXXXXXX	9,900	XXXXXXXXXXXXX		
	XXXXXXXXXXXXX	11,530	XXXXXXXXXXXXX		
2,342	586	1,715	976	XXXXXXXXXXXXX	XXXXXXXXXXXXX
		3,904			
		4,285			468
					-
282	70	676	170		
XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	777
XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	-
XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	-
XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	-
					-
XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	152	XXXXXXXXXXXXX
				2,374	2,373
\$ 9,543	\$ 1,425	\$ 39,390	\$ 2,992	\$ 2,526	\$ 3,618

UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
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SEWER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
	Operating Revenues:			
	Flat Rate Revenues_			\$
521.1	Residential Revenues_	604	937	\$ 223,102
521.2	Commercial Revenues_			
521.3	Industrial Revenues_			
521.4	Revenues From Public Authorities_			
521.5	Multiple Family Dwelling Revenues			
521.6	Other Revenues_			
	<b>Total Flat Rate Revenues</b>	<b>604</b>	<b>937</b>	<b>\$ 223,102</b>
522.1	Residential Revenues_			\$
522.2	Commercial Revenues_			
522.3	Industrial Revenues_			
522.4	Revenues From Public Authorities_			
522.5	Multiple Family Dwelling Revenues			\$
	<b>Total Measured Revenues</b>			<b>\$</b>
523	Revenues From Public Authorities_			
524	Revenues From Other Systems_			
525	Interdepartmental Revenues_			
	<b>Totals</b>	<b>604</b>	<b>937</b>	<b>\$ 223,102</b>
	Other Sewer Revenues:			
530	Guaranteed Revenues_			\$
531	Sale Of Sludge_			
532	Forfeited Discounts_			
534	Rents From Sewer Property_			
535	Interdepartmental Rents_			
536	Other Sewer Revenues_			1,753
	<b>Total Other Sewer Revenues</b>			<b>\$ 1,753</b>
	<b>Total Sewer Operating Revenues</b>			<b>\$ 224,855</b>



UTILITY NAME: LAKE GROVES UTILITIES INC.

YEAR OF REPORT  
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ANALYSIS OF ENTRIES IN SEWER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d+e) (f)
354	Structures and Improvements	\$ 35,471	\$ 8,643	\$ (4,322)	\$ 4,321
360	Collection Sewers - Force	32,712	14,511	(7,256)	7,255
361	Collection Sewers - Gravity	43,049	17,696	3,519	26,215
362	Special collecting Structures		0	0	0
363	Services to Customers		0	0	0
364	Flow Measuring Devices		0	0	0
365	Flow Measuring Installations		0	0	0
370	Receiving Wells		0	0	0
371	Pumping Equipment		8,960	23,169	32,129
380	Treatment and Disposal Equip.		0	0	0
381	Plant Sewers	77,294	11,297	(10,908)	389
382	Outfall Sewer Lines	2,863	557	(279)	278
389	Other Plant and Miscellaneous		0	0	0
331	Equipment	52	0	(52)	(52)
390	Office Equipment and Equip.	19	0	(19)	(19)
391	Transportation Equipment	4,431	0	(4,431)	(4,431)
392	Stores Equipment		0	0	0
393	Tools, Shop and Garage Equip.	827	123	(42)	81
394	Laboratory Equipment	0	0	0	0
395	Power Operated Equipment		0	0	0
396	Communication Equipment	21	0	(21)	(21)
397	Misc Equip (Org & Franchisees)	255	0	(255)	(255)
398	Other Tangible Plant	248	0	(248)	(248)
			0	0	0
	<b>Total Depreciable Sewer Plant In Service</b>	<b>\$ 197,242</b>	<b>\$ 61,787</b>	<b>\$ 3,855</b>	<b>\$ 65,642</b>

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



UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT  
DECEMBER 31, 1998

SYSTEM NAME: LAKE GROVES UTILITIES, INC.

PUMPING EQUIPMENT

	GG1	GG2	WC1	ER1	SAV1	GG4
Lift station number	1	2	3	4	5	6
Make or type and nameplate data of pump	MIDLAND	ABS	FLYGT	KSB	FLYGT	FLYGT
MODEL NUMBER	AF40-4	AF60	CP 3102	315/204x20	CP/CS-3127	CP3127
IMPELLER NUMBER	CB62	CB65	435	255MM	IMP 438	481
Year installed	1997	1992	1994	1997	1990	1997
Rated capacity	307/37	266/58	150/46-5	325/96	175 GPM	230/80
Size	4"	4"	4"	4"	4"	4"
Power:						
Electric	ELEC	ELEC	ELEC	ELEC	ELEC	ELEC
Mechanical						
Nameplate data of motor	230/460	230/460	230/460	230/460	230/460	230/460
	60HZ	60HZ	60HZ	60HZ	60HZ	60HZ
	5.4PH	3PH	3PH	3PH	10PH	3PH
Lift station number						
Make or type and nameplate data of pump						
MODEL NUMBER						
IMPELLER NUMBER						
Year installed						
Rated capacity						
Size						
Power:						
Electric						
Mechanical						
Nameplate data of mo						

SERVICE CONNECTIONS

Size (inches)	6"					
Type (PVC, VCP, etc.)	PVC					
Average length	25'					
Number of active service connections						
Beginning of year	604					
Added during year	341					
Retired during year						
End of year	946					
Give full particulars concerning inactive connections						



UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT  
DECEMBER 31, 1998

SYSTEM NAME: LAKE GROVES UTILITIES, INC.

COLLECTING MAINS

COLLECTING MAINS:							
Size (inches)	---	8"	8"	10"	---	---	---
Type of main	---	PVC	DI	PVC	---	---	---
Length of main (nearest foot):							
Beginning of year	---	34216	220	350	---	---	---
Added during year	---	7799	879	0	---	---	---
Retired during year	---	---	---	---	---	---	---
End of year	---	42015	1099	350	---	---	---
MANHOLES:							
Size	---	48"	---	---	---	---	---
Type	---	PRE-CAST	---	---	---	---	---
Number:							
Beginning of year	---	145	---	---	---	---	---
Added during year	---	23	---	---	---	---	---
Retired during year	---	---	---	---	---	---	---
End of year	---	168	---	---	---	---	---

FORCE MAINS

FORCE MAINS:							
Size (inches)	---	6"	8"	14"	4"	---	---
Type of main	---	PVC	PVC	PVC	PVC	---	---
Length of main (nearest foot):							
Beginning of year	---	7593	3910	7200	0	---	---
Added during year	---	2440	---	---	90	---	---
Retired during year	---	---	---	---	---	---	---
End of year	---	10033	3910	7200	90	---	---

FORCE MAINS:							
Size (inches)	---	---	---	---	---	---	---
Type of main	---	---	---	---	---	---	---
Length of main (nearest foot):							
Beginning of year	---	---	---	---	---	---	---
Added during year	---	---	---	---	---	---	---
Retired during year	---	---	---	---	---	---	---
End of year	---	---	---	---	---	---	---



YEAR OF REPORT  
DECEMBER 31, 1998

UTILITY NAME: LAKE GROVES UTILITIES, INC.

SYSTEM NAME: LAKE GROVES UTILITIES, INC.

TREATMENT PLANT

Manufacturer	DAVCO			
Type	EXTENDED AERATION			
"Steel" or "Concrete"	Steel			
Total Capacity	.175 MGD			
Average Daily Flow	.109 MGD			
Effluent Disposal	PERC PONDS			
Total Gallons of Sewage Treated	39.706 MG			

MASTER LIFT STATION PUMPS N/A

Manufacturer				
Capacity				
Motor : Mfr.				
Horsepower				
Power (Electric or Mechanical)				

OTHER SEWER SYSTEM INFORMATION

1. Maximum number of ERC's \* which can be served. \_ 625
2. Estimated annual increase in ERC's \*. \_ \_ \_ \_ 140
3. List permit numbers required by Chapter 17-4, Rules of the Department of Environmental Regulation (DER) for systems in operation.
4. State any plans and estimated completion dates for any enlargements of this system.
5. If present systems do not meet the requirements of Chapter 17-4, Rules of the DER, submit the following:
  - a. Evaluation of the present plant or plants in regard to meeting the DER rules.
  - b. Plans for funding and construction of the required upgrading.
  - c. Have these plans been coordinated with the DER? \_ \_ \_ \_ \_
  - d. Do they concur?
  - e. When will construction begin? \_ \_ \_ \_ \_
6. In what percent of your certificated area have service connections been installed? %

\* ERC = (Total Gallons Treated / 365 days) / 275 Gallons Per Day

Note: Total Gallons Treated includes both sewage treated and purchased sewage treatment

UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT  
DECEMBER 31, 1998

SYSTEM NAME: LAKE GROVES UTILITIES, INC.

CALCULATION OF THE SEWER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

METER SIZE* (a)	TYPE OF METER* (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
5/8"	Displacement	1.0	944	944
3/4"	Displacement	1.5		
1"	Displacement	2.5	1	2.5
1 1/2"	Displacement or Turbine	5.0		
2"	Displacement, Compound or Turbine	8.0		
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Sewer System Meter Equivalents				946.5

CALCULATION OF THE SEWER SYSTEMS EQUIVALENT RESIDENTIAL CONNECTIONS

$$( 39.706 / 365 \text{ days} ) / 275 \text{ gpd} = 395.6$$

(total gallons treated)