

CLASS "A" OR "B"

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

ANNUAL REPORT

WS641 35
Lake Groves Utilities, Inc.
2335 Sanders Road
Northbrook, IL 60062-6196

534-W 465-S
Certificate Number(s)

Submitted To The

STATE OF FLORIDA

RECEIVED
MAY -2 2000
Florida Public Service Commission
Division of Water and Wastewater



PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1999

Per FPSC records, this utility
is a **Class B** Utility

OFFICIAL COPY
DIVISION OF
WATER AND WASTEWATER
Do Not Remove from this Office

2000 MAY -2 2000

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

ANNUAL REPORT

OF

LAKE GROVES UTILITIES, INC

Exact Legal Name of Respondent

534W 465S

Certificate Number(s)

Submitted To The

STATE OF FLORIDA

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED

31-Dec-99

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 Water and Wastewater
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0013**

The fourth copy should be retained by the utility.

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EXECUTIVE SUMMARY

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT
31-Dec-99

CERTIFICATION OF ANNUAL REPORT

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

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

Items Certified

1.	2.	3.	4.
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

(Signature of Chief Executive Officer of the utility) *

1.	2.	3.	4.
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

(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
31-Dec-99

LAKE GROVES UTILITIES, INC
(Exact Name of Utility)

County: Lake County

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

E Mail Address: NONE

WEB Site: NONE

Sunshine State One-Call of Florida, Inc. Member Number LGU506

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:

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: 01/00/00

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

Individual Partnership Sub S Corporation 1120 Corporation

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>UTILITIES INC</u>	<u>100%</u>
2.	<u></u>	<u></u>
3.	<u></u>	<u></u>
4.	<u></u>	<u></u>
5.	<u></u>	<u></u>
6.	<u></u>	<u></u>
7.	<u></u>	<u></u>
8.	<u></u>	<u></u>
9.	<u></u>	<u></u>
10.	<u></u>	<u></u>

**DIRECTORY OF PERSONNEL WHO CONTACT
THE FLORIDA PUBLIC SERVICE COMMISSION**

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

(1) Also list appropriate legal counsel, accountants and others who may not be on general payroll.
 (2) Provide individual telephone numbers if the person is not normally reached at the company.
 (3) Name of company employed by if not on general payroll.

COMPANY PROFILE

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.
- B. Public services rendered.
- C. Major goals and objectives.
- D. Major operating divisions and functions.
- E. Current and projected growth patterns.
- F. Major transactions having a material effect on operations.

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
31-Dec-99

PARENT / AFFILIATE ORGANIZATION CHART

Current as of 12/31/1999

Complete below an organizational chart that show 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).

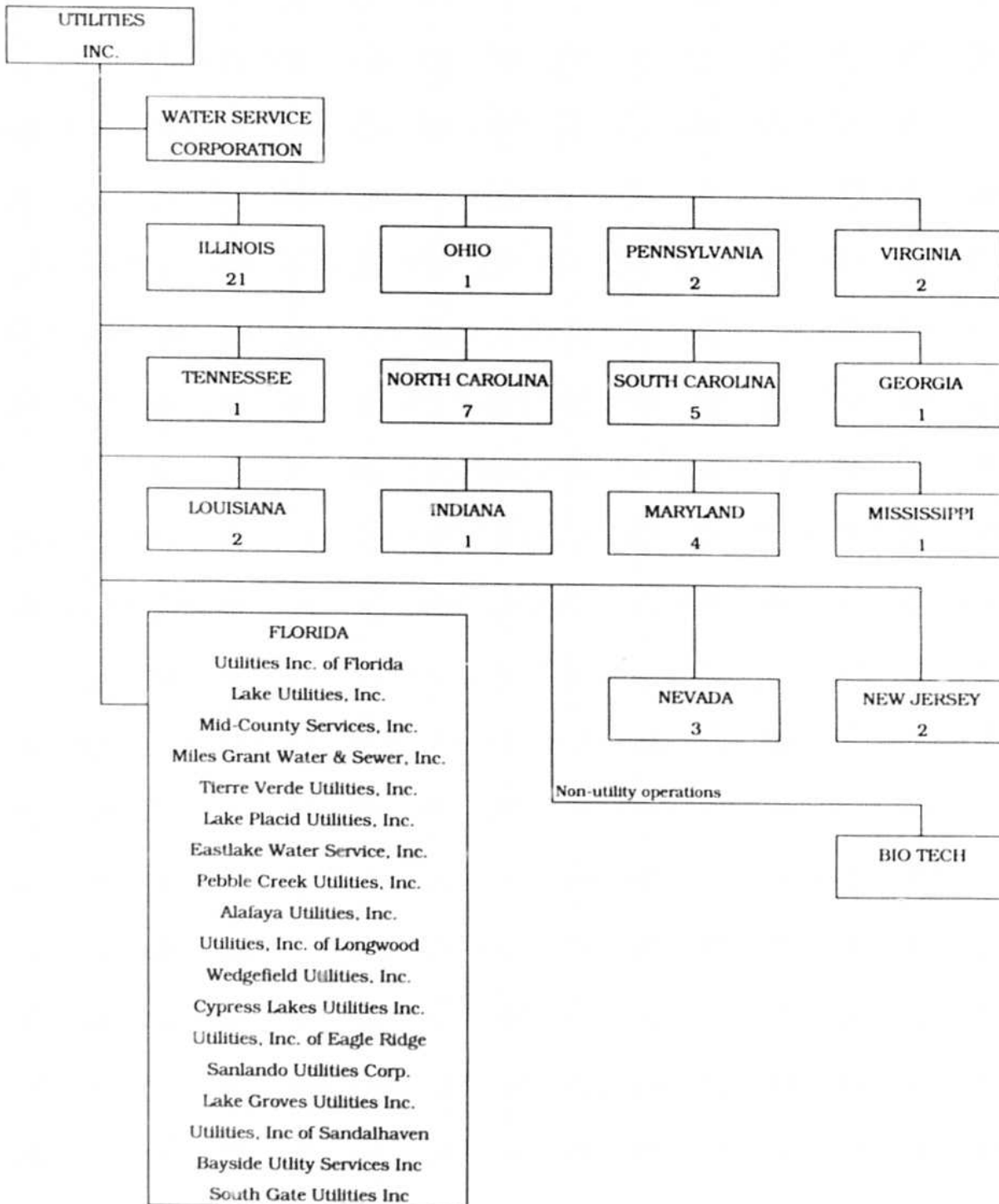
UTILITIES, INC. -- PARENT COMPANY

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.

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)
JAMES L CAMAREN	CHAIRMAN/CEO		\$ NONE
LAWRENCE N SCHUMACHER	PRESIDENT		NONE
ANDREW N DOPUCH	VP/SECRETARY		NONE
CARL J WENZ	VP		NONE
DAVID C CARTER	VP		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

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.		\$		

* 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 principle 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 <small>(a)</small>	PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION <small>(b)</small>	AFFILIATION OR CONNECTION <small>(c)</small>	NAME AND ADDRESS OF AFFILIATION OR CONNECTION <small>(d)</small>
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.			

BUSINESSES WHICH ARE A BY-PRODUCT, COPRODUCT OR JOINT-PRODUCT
RESULT OF PROVIDING WATER OR WASTEWATER 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 wastewater 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 revenue and expenses segregated out as nonutility also.

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

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

- Enter in this part all transactions involving services and products received or provided.
- 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 (Purchased Sold (d)	AMOUNT (e)
WATER SERVICE CORP	Operators Salaries & Benefits	Continuous	Purchase	174,128
	Insurance	Continuous	Purchase	3,894
	Computer Operations	Continuous	Purchase	3,534
	Supplies & Postage	Continuous	Purchase	6,441
	Outside Services	Continuous	Purchase	3,883
	Management Services	Continuous	Purchase	16,320

UTILITY NAME: LAKE GROVES UTILITIES, INC

BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)

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

1. Enter in this part all transactions relating to the purchase, sale, or 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.
2. Below are examples of some types of transactions to include:
 - purchase, sale or transfer of equipment
 - purchase, sale or transfer of land and structures
 - purchase, sale or transfer of securities
 - noncash transfers of assets
 - noncash dividends other than stock dividends
 - write-off of bad debts or loans

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)
		\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
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		_____	_____	_____	_____
		_____	_____	_____	_____

**FINANCIAL
SECTION**

**COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
UTILITY PLANT				
101-106	Utility Plant	F-7	\$ 5,254,308	\$ 6,526,696
108-110	Less: Accumulated Depreciation and Amortization	F-8	516,099	633,821
Net Plant			\$ 4,738,209	\$ 5,892,875
114-115	Utility Plant Acquisition adjustment (Net)	F-7	-	-
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 4,738,209	\$ 5,892,875
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property	F-9	\$	\$
122	Less: Accumulated Depreciation and Amortization			
Net Nonutility Property			\$	\$
123	Investment In Associated Companies	F-10		
124	Utility Investments	F-10		
125	Other Investments	F-10		
126-127	Special Funds	F-10		
Total Other Property & Investments			\$	\$
CURRENT AND ACCRUED ASSETS				
131	Cash		\$ 435,597	\$ 407
132	Special Deposits	F-9	167,929	-
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	121,788	108,919
145	Accounts Receivable from Associated Companies	F-12		
146	Notes Receivable from Associated Companies	F-12	-	-
151-153	Material and Supplies			
161	Stores Expense			
162	Prepayments		3,049	-
171	Accrued Interest and Dividends Receivable		23,961	
172 *	Rents Receivable			
173 *	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets	F-12	-	-
Total Current and Accrued Assets			\$ 752,324	\$ 109,326

* Not Applicable for Class B Utilities

**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	\$ _____	\$ _____
182	Extraordinary Property Losses	F-13	_____	_____
183	Preliminary Survey & Investigation Charges		_____	_____
184	Clearing Accounts		_____	_____
185 *	Temporary Facilities		_____	_____
186	Misc. Deferred Debits	F-14	-	-
187 *	Research & Development Expenditures		_____	_____
190	Accumulated Deferred Income Taxes		-	(139,888)
Total Deferred Debits			\$ _____ -	\$ _____ (139,888)
TOTAL ASSETS AND OTHER DEBITS			\$ <u>5,490,533</u>	\$ <u>5,862,313</u>

* Not Applicable for Class B Utilities

NOTES TO THE BALANCE SHEET

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

**COMPARATIVE BALANCE SHEET
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
EQUITY CAPITAL				
201	Common Stock Issued	F-15	\$ 100	\$ 200
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		60,800	(105,929)
212	Discount On Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-16	(761,295)	(657,010)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			\$ (700,395)	\$ (762,739)
LONG TERM DEBT				
221	Bonds	F-15		
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17		
224	Other Long Term Debt	F-17		
Total Long Term Debt			\$ -	\$ -
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		102,991	1,231
232	Notes Payable	F-18		
233	Accounts Payable to Associated Companies	F-18	2,754,423	2,376,008
234	Notes Payable to Associated Companies	F-18		
235	Customer Deposits		20,704	37,204
236	Accrued Taxes	W/S-3	47,596	32,455
237	Accrued Interest	F-19	12,940	(17,921)
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20		
Total Current & Accrued Liabilities			\$ 2,938,654	\$ 2,428,977

* Not Applicable for Class B Utilities

**COMPARATIVE BALANCE SHEET
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
DEFERRED CREDITS				
251	Unamortized Premium On Debt	F-13	\$ _____	\$ _____
252	Advances For Construction	F-20	_____	_____
253	Other Deferred Credits	F-21	_____	_____
255	Accumulated Deferred Investment Tax Credits		-	-
Total Deferred Credits			\$ _____	\$ _____
OPERATING RESERVES				
261	Property Insurance Reserve		\$ _____	\$ _____
262	Injuries & Damages Reserve		_____	_____
263	Pensions and Benefits Reserve		_____	_____
265	Miscellaneous Operating Reserves		_____	_____
Total Operating Reserves			\$ _____	\$ _____
CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions in Aid of Construction	F-22	\$ 3,252,894	\$ 4,400,415
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	140,508	237,147
Total Net C.I.A.C.			\$ <u>3,112,386</u>	\$ <u>4,163,268</u>
ACCUMULATED DEFERRED INCOME TAXES				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$ _____	\$ 31,350
282	Accumulated Deferred Income Taxes - Liberalized Depreciation		_____	_____
283	Accumulated Deferred Income Taxes - Other		139,888	1,457
Total Accumulated Deferred Income Tax			\$ <u>139,888</u>	\$ <u>32,807</u>
TOTAL EQUITY CAPITAL AND LIABILITIES			\$ <u>5,490,533</u>	\$ <u>5,862,313</u>

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR * (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	F-3(b)	\$ 571,209	\$ 764,340
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)		
Net Operating Revenues			\$ 571,209	\$ 764,340
401	Operating Expenses	F-3(b)	\$ 183,868	\$ 354,829
403	Depreciation Expense:	F-3(b)	\$ 115,200	\$ 123,228
	Less: Amortization of CIAC	F-22	(51,096)	(96,639)
Net Depreciation Expense			\$ 64,104	\$ 26,589
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)	-	-
407	Amortization Expense (Other than CIAC)	F-3(b)	-	-
408	Taxes Other Than Income	W/S-3	92,717	88,867
409	Current Income Taxes	W/S-3	72,708	136,029
410.10	Deferred Federal Income Taxes	W/S-3	12,979	2,852
410.11	Deferred State Income Taxes	W/S-3	-	-
411.10	Provision for Deferred Income Taxes - Credit	W/S-3	-	-
412.10	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			\$ 426,376	\$ 609,166
Net Utility Operating Income			\$ 144,833	\$ 155,174
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)		
413	Income From Utility Plant Leased to Others			
414	Gains (losses) From Disposition of Utility Property			
420	Allowance for Funds Used During Construction			2,650
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ 144,833	\$ 157,824

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

COMPARATIVE OPERATING STATEMENT (Cont'd)

WATER SCHEDULE W-3 * (f)	WASTEWATER SCHEDULE S-3 * (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ 455,860	\$ 308,480	\$ -
\$ 455,860	\$ 308,480	\$ -
\$ 222,363	\$ 132,466	\$ -
58,455 (47,969)	64,773 (48,670)	-
\$ 10,486	\$ 16,103	\$ -
-	-	-
-	-	-
47,760	41,107	-
85,059	50,970	-
1,783	1,069	-
-	-	-
-	-	-
-	-	-
-	-	-
\$ 367,451	\$ 241,715	\$ -
\$ 88,409	\$ 66,765	\$ -
-	-	-
-	-	-
-	-	-
1,171	1,479	-
\$ 89,580	\$ 68,244	\$ -

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

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
Total Utility Operating Income [from page F-3(a)]			\$ 144,833	\$ 157,824
OTHER INCOME AND DEDUCTIONS				
415	Revenues-Merchandising, Jobbing, and Contract Deductions		\$ _____	\$ _____
416	Costs & Expenses of Merchandising Jobbing, and Contract Work		_____	_____
419	Interest and Dividend Income		4,676	1,970
421	Nonutility Income		_____	_____
426	Miscellaneous Nonutility Expenses		-	-
Total Other Income and Deductions			\$ 4,676	\$ 1,970
TAXES APPLICABLE TO OTHER INCOME				
408.20	Taxes Other Than Income		\$ _____	\$ _____
409.20	Income Taxes		_____	_____
410.20	Provision for Deferred Income Taxes		_____	_____
411.20	Provision for Deferred Income Taxes - Credit		_____	_____
412.20	Investment Tax Credits - Net		_____	_____
412.30	Investment Tax Credits Restored to Operating Income		_____	_____
Total Taxes Applicable To Other Income			\$ -	\$ -
INTEREST EXPENSE				
427	Interest Expense		\$ 75,120	\$ 55,509
428	Amortization of Debt Discount & Expense		_____	_____
429	Amortization of Premium on Debt		_____	_____
Total Interest Expense			\$ 75,120	\$ 55,509
EXTRAORDINARY ITEMS				
433	Extraordinary Income		\$ _____	\$ _____
434	Extraordinary Deductions		_____	_____
409.30	Income Taxes, Extraordinary Items		_____	_____
Total Extraordinary Items			\$ -	\$ -
NET INCOME			\$ 74,389	\$ 104,285

Explain Extraordinary Income:

NONE

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	\$ 2,980,031	\$ 3,255,382
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-8	302,345	324,699
110	Accumulated Amortization	F-8	6,530	247
271	Contributions In Aid of Construction	F-22	2,226,489	2,173,926
252	Advances for Construction	F-20		
Subtotal			\$ 444,667	\$ 756,510
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	124,552	112,595
Subtotal			\$ 569,219	\$ 869,105
114	Plus or Minus: Acquisition Adjustments (2)	F-7	-	-
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	-	-
	Working Capital Allowance (3)		27,795	16,558
	Other (Specify): CWIP		230,748	60,535
RATE BASE			\$ 827,762	\$ 946,198
NET UTILITY OPERATING INCOME			\$ 88,409	\$ 66,765
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			10.68%	7.06%

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.

Company: Lake Groves Utilities, Inc.

Using Capital Structure at 12/31/99. Using last midpoint of last authorized ROE.

Line No.	Class of Capital	(1) Reconciled To Requested Rate Base <u>12/31/99</u>	(2) Ratio	(3) Cost Rate	(4) Weighted Cost
1	Long-Term Debt	618,430	34.86%	8.44%	2.94%
2	Short-Term Debt	207,238	11.68%	7.61%	0.89%
3	Preferred Stock	0	0.00%		0.00%
4	Common Equity	738,393	41.62%	13.51%	5.62%
5	Customer Deposits	37,204	2.10%	6.00%	0.13%
6	Tax Credits - Zero Cost	0	0.00%		0.00%
7	Tax Credits - Wtd. Cost	0	0.00%		0.00%
8	Accum. Deferred Income Tax	172,695	9.74%	0.00%	0.00%
9	Other (Explain)	<u>0</u>	<u>0.00%</u>		<u>0.00%</u>
10	Total	<u><u>1,773,960</u></u>	<u><u>100.00%</u></u>		9.58%

Last Authorized Return on Equity

13.51%

Commission order approving Return on Equity

24283

UTILITY NAME: LAKE GROVES UTILITIES, INC

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

CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	NON-UTILITY ADJUSTMENTS (c)	NON-JURISDICTIONAL ADJUSTMENTS (d)	OTHER (1) ADJUSTMENTS SPECIFIC (e)	OTHER (1) ADJUSTMENTS PRO RATA (f)	CAPITAL STRUCTURE (g)
Common Equity	NONE	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Preferred Stock	-	0	0	0	0	0
Long Term Debt	-	0	0	0	0	0
Customer Deposits	-	0	0	0	0	0
Tax Credits - Zero Cost	-	0	0	0	0	0
Tax Credits - Weighted Cost	-	0	0	0	0	0
Deferred Inc. Taxes	-	0	0	0	0	0
Other (Explain)	-	0	0	0	0	0
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

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

NOT APPLICABLE

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT
31-Dec-99

**UTILITY PLANT
ACCOUNTS 101 - 106**

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts: Utility Plant In Service	\$ 2,980,031	\$ 3,255,382	\$ _____	\$ 6,235,413
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	230,748	60,535	_____	291,283
	Total Utility Plant	\$ 3,210,779	\$ 3,315,917	\$ _____	\$ 6,526,696

**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. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment NONE	\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	-
		_____	_____	_____	-
		_____	_____	_____	-
	Total Plant Acquisition Adjustments	\$ _____	\$ _____	\$ _____	\$ _____
115	Accumulated Amortization Accruals charged during year	\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	-
		_____	_____	_____	-
		_____	_____	_____	-
	Total Accumulated Amortization	\$ _____	\$ _____	\$ _____	\$ _____
	Net Acquisition Adjustments	\$ _____	\$ _____	\$ _____	\$ _____

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

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACCUMULATED DEPRECIATION Account 108				
Balance first of year	\$ 253,215	\$ 262,884	\$ -	\$ 516,099
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$ 58,098	\$ 64,549	\$ -	\$ 122,647
Account 108.2 (2)	-	-	-	-
Account 108.3 (2)	-	-	-	-
Other Accounts (specify):				
_____	(4,925)	-	-	(4,925)
_____	-	-	-	-
Salvage	-	-	-	-
Other Credits (Specify):	-	-	-	-
_____	-	-	-	-
Total Credits	\$ 53,173	\$ 64,549	\$ -	\$ 117,722
Debits during year:				
Book cost of plant retired	4,043	2,734	-	6,777
Cost of Removal	-	-	-	-
Other Debits (specify):	-	-	-	-
_____	-	-	-	-
Total Debits	\$ 4,043	\$ 2,734	\$ -	\$ 6,777
Balance end of year	\$ 302,345	\$ 324,699	\$ -	\$ 627,044
ACCUMULATED AMORTIZATION Account 110				
Balance first of year	\$ -	\$ -	\$ -	\$ -
Credit during year:				
Accruals charged to:				
Account 110.2 (2)	\$ 357	\$ 224	\$ -	\$ 581
Other Accounts (specify):	-	-	-	-
Adj to acquisition	6,173	23	-	6,196
Total credits	\$ 6,530	\$ 247	\$ -	\$ 6,777
Debits during year:				
Book cost of plant retired	-	-	-	-
Other debits (specify):	-	-	-	-
_____	-	-	-	-
Total Debits	\$ -	\$ -	\$ -	\$ -
Balance end of year	\$ 6,530	\$ 247	\$ -	\$ 6,777

- (1) Account 108 for Class B utilities.
(2) Not applicable for Class B utilities.
(3) Account 110 for Class B utilities.

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT
31-Dec-99

**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)
NONE	\$ _____	_____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
Total	\$ _____	_____	\$ _____

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)
NONE	\$ _____	\$ _____	\$ _____	\$ _____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Nonutility Property	\$ _____	\$ _____	\$ _____	\$ _____

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): NONE	\$ _____
_____	_____
_____	_____
Total Special Deposits	\$ _____
OTHER SPECIAL DEPOSITS (Account 133): NONE	\$ _____
_____	_____
_____	_____
Total Other Special Deposits	\$ _____

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT 31-Dec-99

**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>NONE</u> _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Investment in Associated Companies		\$ _____
UTILITY INVESTMENTS (Account 124): <u>NONE</u> _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Utility Investment		\$ _____
OTHER INVESTMENTS (Account 125): <u>NONE</u> _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Other Investment		\$ _____
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): <u>NONE</u> _____ _____ _____ _____		\$ _____ _____ _____ _____ _____
Total Special Funds		\$ _____

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT 31-Dec-99

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	\$ 54,786	
Wastewater	54,133	
Other		
Total Customer Accounts Receivable		\$ 108,919
OTHER ACCOUNTS RECEIVABLE (Account 142):		
_____	\$ _____	

Total Other Accounts Receivable		\$ -
NOTES RECEIVABLE (Account 144):		
_____	\$ _____	

Total Notes Receivable		\$ -
Total Accounts and Notes Receivable		\$ 108,919
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Account 143)		
Balance first of year	\$ -	
Add: Provision for uncollectibles for current year	\$ _____	
Collection 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		\$ -
TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET		\$ 108,919

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT 31-Dec-99

ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES
ACCOUNT 145

Report each account receivable from associated companies separately.

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

NOTES RECEIVABLE FROM ASSOCIATED COMPANIES
ACCOUNT 146

Report each note receivable from associated companies separately.

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

MISCELLANEOUS CURRENT AND ACCRUED ASSETS
ACCOUNT 174

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
NONE	\$ _____
_____	_____
_____	_____
_____	_____
Total Miscellaneous Current and Accrued Liabilities	\$ _____

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT 31-Dec-99

**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): NONE	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Unamortized Debt Discount and Expense	\$ _____	\$ _____
UNAMORTIZED PREMIUM ON DEBT (Account 251):	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Unamortized Premium on Debt	\$ _____	\$ _____

**EXTRAORDINARY PROPERTY LOSSES
ACCOUNT 182**

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
NONE	\$ _____
_____	_____
_____	_____
Total Extraordinary Property Losses	\$ _____

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT 31-Dec-99

**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)		
<u>RATE CASE</u>	\$ <u> -</u>	\$ <u> -</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Deferred Rate Case Expense	\$ <u> -</u>	\$ <u> -</u>
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):		
<u>OTHER DEFERRED MAINTENANCE</u>	\$ <u> -</u>	\$ <u> -</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Other Deferred Debits	\$ <u> -</u>	\$ <u> -</u>
REGULATORY ASSETS (Class A Utilities: Account. 186.3):		
<u>NONE</u>	\$ <u> -</u>	\$ <u> -</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Regulatory Assets	\$ <u> -</u>	\$ <u> -</u>
TOTAL MISCELLANEOUS DEFERRED DEBITS	\$ <u> -</u>	\$ <u> -</u>

UTILITY NAME: LAKE GROVES UTILITIES, INC

<p>YEAR OF REPORT 31-Dec-99</p>

**CAPITAL STOCK
ACCOUNTS 201 AND 204***

DESCRIPTION (a)	RATE (b)	TOTAL (c)
COMMON STOCK		
Par or stated value per share	_____ %	\$ _____ 2
Shares authorized		_____ 100
Shares issued and outstanding		_____ 100
Total par value of stock issued	_____ %	\$ _____ 200
Dividends declared per share for year	_____ %	\$ _____ -
PREFERRED STOCK		
Par or stated value per share	_____ %	\$ _____ -
Shares authorized		_____ -
Shares issued and outstanding		_____ -
Total par value of stock issued	_____ %	\$ _____ -
Dividends declared per share for year	_____ %	\$ _____ -

* Account 204 not applicable for Class B utilities.

**BONDS
ACCOUNT 221**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
NONE	_____ %		\$ _____
_____	_____ %		_____
_____	_____ %		_____
_____	_____ %		_____
_____	_____ %		_____
_____	_____ %		_____
_____	_____ %		_____
_____	_____ %		_____
_____	_____ %		_____
_____	_____ %		_____
Total			\$ _____

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

STATEMENT OF RETAINED EARNINGS

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

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings: Balance Beginning of Year	\$ (761,295)
439	Changes to Account: Adjustments to Retained Earnings (requires Commission approval prior to use): Credits: _____	\$ _____
	Total Credits:	\$ _____
	Debits: _____	\$ _____
	Total Debits:	\$ _____
435	Balance Transferred from Income	\$ 104,285
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	\$ _____
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>(657,010)</u>
Notes to Statement of Retained Earnings:		

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT 31-Dec-99

**ADVANCES FROM ASSOCIATED COMPANIES
ACCOUNT 223**

Report each advance separately.

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

**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)	
NONE	%		\$ -
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			\$ -

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

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT
31-Dec-99

**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)	
NOTES PAYABLE (Account 232): NONE	_____ %	_____	\$ _____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
Total Account 232			\$ _____
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234): NONE	_____ %	_____	\$ _____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
Total Account 234			\$ _____

* 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)
WATER SERVICE CORPORATION	\$ (2,376,008)
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
Total	\$ (2,376,008)

UTILITY NAME: LAKE GROVES UTILITIES, INC

ACCRUED INTEREST AND EXPENSE
ACCOUNTS 237 AND 427

DESCRIPTION OF DEBIT (a)	BALANCE BEGINNING OF YEAR (b)	INTEREST ACCRUED DURING YEAR		INTEREST PAID DURING YEAR (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
ACCOUNT NO. 237.1 - Accrued Interest on Long Term Debt	\$ _____		\$ _____	\$ _____	\$ _____
UTILITIES INC INTERCOMPANY INTEREST	_____		55,509	55,509	_____
Total Account 237.1	\$ _____		\$ 55,509	\$ 55,509	\$ _____
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities	\$ _____			\$ _____	\$ _____
Customer Deposits	_____	427			_____
MISCELLANEOUS	12,940		4,981		17,921
Total Account 237.2	\$ 12,940		\$ 4,981	\$ _____	\$ 17,921
Total Account 237 (1)	\$ 12,940		\$ 60,490	\$ 55,509	\$ 17,921
INTEREST EXPENSED:					
Total accrual Account 237		237	\$ 55,509		
Less Capitalized Interest Portion of AFUDC:					
Net Interest Expensed to Account No. 427 (2)			\$ 55,509		

(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
31-Dec-99

UTILITY NAME: LAKE GROVES UTILITIES, INC

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES
ACCOUNT 241

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
NONE _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Miscellaneous Current and Accrued Liabilities	\$ _____

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)		
NONE _____ _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____ _____	_____	\$ _____ _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____ _____
Total	\$ _____	_____	\$ _____	\$ _____	\$ _____

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

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT 31-Dec-99

**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): <u>NONE</u> <hr/> <hr/> <hr/>	\$ _____ _____ _____ _____	\$ _____ _____ _____ _____
Total Regulatory Liabilities	\$ _____	\$ _____
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2): <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>	\$ _____ _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____ _____
Total Other Deferred Liabilities	\$ _____	\$ _____
TOTAL OTHER DEFERRED CREDITS	\$ _____	\$ _____

**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>1,644,309</u>	\$ <u>1,608,585</u>	\$ _____ -	\$ <u>3,252,894</u>
Add credits during year:	\$ <u>582,180</u>	\$ <u>565,341</u>	\$ _____ -	\$ <u>1,147,521</u>
Less debit charged during the year	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Total Contribution In Aid of Construction	\$ <u><u>2,226,489</u></u>	\$ <u><u>2,173,926</u></u>	\$ _____ -	\$ <u><u>4,400,415</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>76,583</u>	\$ <u>63,925</u>	\$ _____ -	\$ <u>140,508</u>
Debits during the year:	\$ <u>47,968</u>	\$ <u>48,671</u>	\$ _____ -	\$ <u>96,639</u>
Credits during the year	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Total Accumulated Amortization of Contributions In Aid of Construction	\$ <u><u>124,551</u></u>	\$ <u><u>112,596</u></u>	\$ _____ -	\$ <u><u>237,147</u></u>

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT
31-Dec-99

**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)	\$ 104,285
Reconciling items for the year:		
Taxable income not reported on books:		
Tap Fees		_____
_____		_____
_____		_____
Deductions recorded on books not deducted for return:		
Net Change - Deferred Maintenance		-
Net Change - Rate Case		-
Excess Tax Depreciation over Book Depreciation		(4,107)
Current FIT		127,527
Deferred FIT		2,852
Deferred SIT		-
Income recorded on books not included in return:		
Turnaround of Prior Year's - Deferred Maintenance		_____
Interest During Construction		(1,193)
Turnaround of Prior Year's - Rate Case		_____
Deduction on return not charged against book income:		
Organization Exp		(4,286)
ITC		-
Allocation expense from parent company		150,000
_____		_____
Federal tax net income		\$ 375,078
Computation of tax :		
	375,078	
	34%	
	127,527	

**WATER
OPERATION
SECTION**

UTILITY NAME:

LAKE GROVES UTILITIES, INC.

YEAR OF REPORT
31-Dec-99

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-15) must be filed for each system in the group

All of the following water pages (W-2 through W-15) should be completed for each group and arranged by group number

SYSTEM NAME / COUNTY	CERTIFICATE NUMBER	GROUP NUMBER
LAKE GROVES / LAKE	534W 465S	

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : Lake County

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)	\$ 2,980,031
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	W-6(b)	302,345
110	Accumulated Amortization	F-8	6,530
271	Contributions In Aid of Construction	W-7	2,226,489
252	Advances for Construction	F-20	-
Subtotal			\$ 444,667
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 124,552
Subtotal			\$ 569,219
114	Plus or Minus: Acquisition Adjustments (2)	F-7	-
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	-
	Working Capital Allowance (3)		27,795
	Other (Specify):		
	CWIP		230,748
WATER RATE BASE			\$ 827,762
WATER OPERATING INCOME		W-3	\$ 88,409
RN (Water Operating Income / Water Rate Base)			<u>10.68%</u>

NOTES : (1) Estimate based on the methodology used in the last rate proceeding.

(2) Include only those Acquisition Adjustments that have been approved by the Commission.

(3) Calculation consistent with last rate proceeding.

In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : Lake County

WATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
400	UTILITY OPERATING INCOME		
	Operating Revenues	W-9	\$ 455,860
469	Less: Guaranteed Revenue and AFPI	W-9	
Net Operating Revenues			\$ _____
401	Operating Expenses	W-10(a)	\$ 222,363
403	Depreciation Expense	W-6(a)	58,455
	Less: Amortization of CIAC	W-8(a)	(47,969)
Net Depreciation Expense			\$ 10,486
406	Amortization of Utility Plant Acquisition Adjustment	F-7	-
407	Amortization Expense (Other than CIAC)	F-8	-
408.10	Taxes Other Than Income		
	Utility Regulatory Assessment Fee		15,641
408.11	Property Taxes		27,806
408.12	Payroll Taxes		4,313
408.13	Other Taxes and Licenses		-
408	Total Taxes Other Than Income		\$ 47,760
409.1	Income Taxes		85,059
410.10	Deferred Federal Income Taxes		1,783
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			\$ 367,451
Utility Operating Income			\$ 88,409
469	Add Back:		
	Guaranteed Revenue (and AFPI)	W-9	\$ _____
413	Income From Utility Plant Leased to Others		_____
414	Gains (losses) From Disposition of Utility Property		_____
420	Allowance for Funds Used During Construction		1,171
Total Utility Operating Income			\$ 89,580

YEAR OF REPORT
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UTILITY NAME: LAKE GROVES UTILITIES, INC

SYSTEM NAME / COUNTY Lake County

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ 13,317	\$ (854)	\$ -	\$ 12,463
302	Franchises	-	-	-	-
303	Land and Land Rights	420,635	5,067	-	425,702
304	Structures and Improvements	123,038	658	-	123,696
305	Collecting and Impounding Reservoirs	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-
307	Wells and Springs	212,588	21,625	-	234,213
308	Infiltration Galleries and Tunnels	-	-	-	-
309	Supply Mains	-	-	-	-
310	Power Generation Equipment	-	-	-	-
311	Pumping Equipment	58,247	-	-	58,247
320	Water Treatment Equipment	47,149	5,832	1,223	51,758
330	Distribution Reservoirs and Standpipes	43,514	18,732	-	62,246
331	Transmission and Distribution Mains	1,046,584	355,880	-	1,402,464
333	Services	179,701	154,403	-	334,104
334	Meters and Meter Installations	72,117	4,642	-	76,759
335	Hydrants	101,881	39,987	1,320	140,548
336	Backflow Prevention Devices	-	-	-	-
339	Other Plant Miscellaneous Equipment	-	-	-	-
340	Office Furniture and Equipment	850	-	-	850
341	Transportation Equipment	15,197	-	-	15,197
342	Stores Equipment	-	-	-	-
343	Tools, Shop and Garage Equipment	5,067	836	-	5,903
344	Laboratory Equipment	1,989	628	1,500	1,117
345	Power Operated Equipment	-	-	-	-
346	Communication Equipment	460	-	-	460
347	Miscellaneous Equipment	-	-	-	-
348	Other Tangible Plant	3,654	30,650	-	34,304
TOTAL WATER PLANT		\$ 2,345,988	\$ 638,086	\$ 4,043	\$ 2,980,031

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

W-4(a)

GROUP _____

UTILITY NAME: LAKE GROVES UTILITIES, INC

SYSTEM NAME / COUNTY Lake County

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	12,463	12,463				
302	Franchises	-	-				
303	Land and Land Rights	425,702		425,702			
304	Structures and Improvements	123,696		123,696			
305	Collecting and Impounding Reservoirs	-					
306	Lake, River and Other Intakes	-					
307	Wells and Springs	234,213		234,213			
308	Infiltration Galleries and Tunnels	-					
309	Supply Mains	-					
310	Power Generation Equipment	-					
311	Pumping Equipment	58,247		58,247			
320	Water Treatment Equipment	51,758			51,758		
330	Distribution Reservoirs and Standpipes	62,246				62,246	
331	Transmission and Distribution Mains	1,402,464				1,402,464	
333	Services	334,104				334,104	
334	Meters and Meter Installations	76,759				76,759	
335	Hydrants	140,548				140,548	
336	Backflow Prevention Devices	-					
339	Other Plant Miscellaneous Equipment	-					
340	Office Furniture and Equipment	850					850
341	Transportation Equipment	15,197					15,197
342	Stores Equipment	-					
343	Tools, Shop and Garage Equipment	5,903					5,903
344	Laboratory Equipment	1,117					1,117
345	Power Operated Equipment	-					
346	Communication Equipment	460					460
347	Miscellaneous Equipment	-					
348	Other Tangible Plant	34,304					34,304
TOTAL WATER PLANT		\$ 2,980,031	\$ 12,463	\$ 841,858	\$ 51,758	\$ 2,016,121	\$ 57,831

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT 31-Dec-99

SYSTEM NAME / COUNTY : Lake County

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%
336	Backflow Prevention Devices			
339	Other Plant Miscellaneous Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
342	Stores Equipment			
343	Tools, Shop and Garage Equipment			6.25%
344	Laboratory Equipment			6.67%
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			10.00%
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: LAKE GROVES UTILITIES, INC

SYSTEM NAME / COUNTY: Lake County

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	\$ 23,565	\$ 3,710	-	\$ 3,710
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	47,238	7,115	-	7,115
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	20,556	2,924	19	2,943
320	Water Treatment Equipment	15,963	2,172	-	2,172
330	Distribution Reservoirs and Standpipes	8,701	1,365	-	1,365
331	Transmission and Distribution Mains	88,786	24,083	-	24,083
333	Services	11,457	4,536	-	4,536
334	Meters and Meter Installations	9,151	3,700	-	3,700
335	Hydrants	5,711	2,292	-	2,292
336	Backflow Prevention Devices				
339	Other Plant Miscellaneous Equipment				
340	Office Furniture and Equipment	19	950	(913)	37
341	Transportation Equipment	21,370	2,463	(8,636)	(6,173)
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	600	629	(298)	331
344	Laboratory Equipment	66	109	1,403	1,512
345	Power Operated Equipment				
346	Communication Equipment	32	148	(1,510)	(1,362)
347	Miscellaneous Equipment				
348	Other Tangible Plant		1,902	5,010	6,912
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 253,215	\$ 58,098	\$ (4,925)	\$ 53,173

* OTHER CREDITS column (E) * are due to allocation of UJF plant & acquisition entry.

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

YEAR OF REPORT
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UTILITY NAME: LAKE GROVES UTILITIES, INC

SYSTEM NAME / COUNTY / Lake County

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-k) (l)
304	Structures and Improvements	\$ -	\$ -	\$ -	\$ -	\$ 27,275
305	Collecting and Impounding Reservoirs	-	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-	54,353
307	Wells and Springs	-	-	-	-	-
308	Infiltration Galleries and Tunnels	-	-	-	-	-
309	Supply Mains	-	-	-	-	-
310	Power Generation Equipment	-	-	-	-	23,499
311	Pumping Equipment	-	-	-	-	16,912
320	Water Treatment Equipment	1,223	-	-	1,223	10,066
330	Distribution Reservoirs and Standpipes	-	-	-	-	112,869
331	Transmission and Distribution Mains	-	-	-	-	15,993
333	Services	-	-	-	-	12,851
334	Meters and Meter Installations	-	-	-	-	6,683
335	Hydrants	1,320	-	-	1,320	-
336	Backflow Prevention Devices	-	-	-	-	-
339	Other Plant Miscellaneous Equipment	-	-	-	-	56
340	Office Furniture and Equipment	-	-	-	-	15,197
341	Transportation Equipment	-	-	-	-	-
342	Stores Equipment	-	-	-	-	931
343	Tools, Shop and Garage Equipment	-	-	-	-	78
344	Laboratory Equipment	1,500	-	-	1,500	-
345	Power Operated Equipment	-	-	-	-	-
346	Communication Equipment	-	-	-	-	(1,330)
347	Miscellaneous Equipment	-	-	-	-	-
348	Other Tangible Plant	-	-	-	-	6,912
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 4,043	\$ -	\$ -	\$ 4,043	\$ 302,345

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : Lake County

**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$ <u>1,644,309</u>
Add credits during year: Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ <u>78,946</u>
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	<u>503,262</u>
Total Credits		\$ <u>582,208</u>
Less debits charged during the year (All debits charged during the year must be explained below)		\$ <u>28</u>
Total Contributions In Aid of Construction		\$ <u>2,226,489</u>

If any prepaid CIAC has been collected, provide a supporting schedule showing how the amount is determined.

Explain all debits charged to Account 271 during the year below:

Adjustment from acquisition entry

UTILITY NAME:

LAKE GROVES UTILITIES, INC

YEAR OF REPORT

31-Dec-99

SYSTEM NAME / COUNTY : Lake County

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)
WATER CONNECTIONS FEES	111	\$ 707	\$ 78,477
WATER CONNECTIONS FEES	7	67	469
			-
			-
			-
Total Credits			\$ 78,946

ACCUMULATED AMORTIZATION OF WATER CONTRIBUTIONS IN AID OF CONSTRUCTION

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 76,583
Debits during the year:	
Accruals charged to Account 272	\$ 47,969
Other debits (specify) :	
Total debits	\$ 47,969
Credits during the year (specify) :	
	\$
Total credits	\$ -
Balance end of year	\$ 124,552

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : Lake County

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)
Greater Groves	Property	\$ 52,931
Savannas	Property	21,253
Westchester	Property	57,675
Weston Hills	Property	125,290
Sienna Ridge	Property	246,113
Total Credits		\$ 503,262

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT 31-Dec-99

SYSTEM NAME / COUNTY : Lake County

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			\$
461.1	Metered Water Revenue: Sales to Residential Customers	942	1,240	445,864
461.2	Sales to Commercial Customers			
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities			
461.5	Sales Multiple Family Dwellings			
Total Metered Sales		942	1,240	\$ 445,864
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		942	1,240	\$ 445,864
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			9,996
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
Total Other Water Revenues				\$ 9,996
Total Water Operating Revenues				\$ 455,860

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

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : Lake County

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	\$ 151,500	\$ 33,330	\$ 9,090
603	Salaries and Wages - Officers, Directors and Majority Stockholders			
604	Employee Pensions and Benefits	8,346	1,836	501
610	Purchased Water			
615	Purchased Power	21,181		
616	Fuel for Power Purchased			
618	Chemicals	4,556	4,556	
620	Materials and Supplies	10,742	4,297	1,074
631	Contractual Services-Engineering			
632	Contractual Services - Accounting	1,513		
633	Contractual Services - Legal	329		
634	Contractual Services - Mgt. Fees			
635	Contractual Services - Testing			
636	Contractual Services - Other	8,541		
641	Rental of Building/Real Property			
642	Rental of Equipment			
650	Transportation Expenses	1,765	388	106
656	Insurance - Vehicle			
657	Insurance - General Liability			
658	Insurance - Workman's Comp.			
659	Insurance - Other	2,327	512	140
660	Advertising Expense			
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	-		
667	Regulatory Commission Exp.-Other			
668	Water Resource Conservation Exp.			
670	Bad Debt Expense	353		
675	Miscellaneous Expenses	11,210		
Total Water Utility Expenses		\$ 222,363	\$ 44,919	\$ 10,911

UTILITY NAME:

LAKE GROVES UTILITIES, INC

YEAR OF REPORT

31-Dec-99

SYSTEM NAME / COUNTY :

Lake County

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 ADMIN. & GENERAL EXPENSES (k)
\$ 33,330	\$ 9,090	\$ 53,025	\$ 13,634	\$	\$
1,836	501	2,921	751		
21,181					
		4,512	859		1,513
		0			329
				4,271	4,270
388	106	618	160		
512	140	814	209		
					0
				353	
				5,605	5,605
\$ 57,247	\$ 9,837	\$ 61,890	\$ 15,613	\$ 10,229	\$ 11,717

UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT 31-Dec-99

SYSTEM NAME / COUNTY : LAKE GROVES / LAKE

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		14 255	0 278		9 302
February		15 376	0 000		14 903
March		21 841	0 000		19 596
April		26 314	0 000		27 462
May		22 682	0 000		24 814
June		16 506	0 000		19 936
July		19 899	0 000		17 621
August		22 176	0 000		21 965
September		23 608	0 000		20 199
October		21 034	0 000		17 622
November		25 349	0 000		19 058
December		25 375	0 000		28 109
Total for Year		254 415	0 278	254 137	240 587

If water is purchased for resale, indicate the following:
 Vendor NONE
 Point of delivery _____

If water is sold to other water utilities for redistribution, list names of such utilities below
NONE

List for each source of supply	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
Well #1	800 gpm	1 152 mgd	Ground Water
Well #2	1500 gpm	2 160 mgd	Ground Water
_____	_____	_____	_____
_____	_____	_____	_____

UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : LAKE GROVES / LAKE

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

Permitted Capacity of Plant (GPD):	<u>1 08 mgd</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellhead</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Gas Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon) <u>N/A</u>	Manufacturer <u>N/A</u>
FILTRATION	
Type and size of area	
Pressure (in square feet) <u>N/A</u>	Manufacturer <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer <u>N/A</u>

UTILITY NAME:

LAKE GROVES UTILITIES, INC.

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY :

LAKE GROVES / LAKE

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		
5.8"	Displacement	1.0	1,220	1,220
3.4"	Displacement	1.5		
1"	Displacement	2.5	7	17.5
1.1/2"	Displacement or Turbine	5.0	4	20
2"	Displacement, Compound or Turbine	8.0	1	8
3"	Displacement	15.0	1	15
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				1280.5

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

$$240,587 / 365 \text{ days} / 350 \text{ gpd} = 1883$$

W-13

GROUP _____
SYSTEM LAKE GROVES

UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY: LAKE GROVES / LAKE

OTHER WATER SYSTEM INFORMATION

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

- 1 Present ERC's * the system can efficiently serve 1542
- 2 Maximum number of ERC's * which can be served 1542
- 3 Present system connection capacity (in ERC's *) using existing lines 1542
- 4 Future connection capacity (in ERC's *) upon service area buildout 3085
- 5 Estimated annual increase in ERC's * 240
- 6 Is the utility required to have fire flow capacity? Yes
If so, how much capacity is required? 500 - 1500 gpm
- 7 Attach a description of the fire fighting facilities 52 fire hydrants
- 8 Describe any plans and estimated completion dates for any enlargements or improvements of this system
Construction of 500,000 gal GST and high service pumping facilities to be complete by 3rd Qtr 2000
- 9 When did the company last file a capacity analysis report with the DEP? N/A
- 10 If the present system does not meet the requirements of DEP rules
 - a Attach a description of the plant upgrade necessary to meet the DEP rules
 - b Have these plans been approved by DEP? N/A
 - c When will construction begin? N/A
 - d Attach plans for funding the required upgrading
 - e Is this system under any Consent Order with DEP? No
- 11 Department of Environmental Protection ID # 3354881
- 12 Water Management District Consumptive Use Permit # 2879
 - 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?

* An ERC is determined based on the calculation on the bottom of Page W-13

**WASTEWATER
OPERATION
SECTION**

UTILITY NAME:

LAKE GROVES UTILITIES, INC.

YEAR OF REPORT

31-Dec-99

WASTEWATER 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 wastewater financial schedules (S-2 through S-10) should be filed for the group in total.

The wastewater engineering schedules (S-11 and S-12) must be filed for each system in the group.

All of the following wastewater pages (S-2 through S-12) should be completed for each group and arranged by group number.

SYSTEM NAME / COUNTY	CERTIFICATE NUMBER	GROUP NUMBER
LAKE GROVES / LAKE	534W 465S	

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT 31-Dec-99

SYSTEM NAME / COUNTY : Lake County

SCHEDULE OF YEAR END WASTEWATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WASTEWATER UTILITY (d)
101	Utility Plant In Service	S-4A	\$ 3,255,382
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	S-6B	324,699
110	Accumulated Amortization	F-8	247
271	Contributions In Aid of Construction	S-7	2,173,926
252	Advances for Construction	F-20	-
Subtotal			\$ 756,510
	Add:		
272	Accumulated Amortization of Contributions in Aid of Construction	S-8A	\$ 112,595
Subtotal			\$ 869,105
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	-
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	-
	Working Capital Allowance (3)		16,558
	Other (Specify):		
	CWIP		60,535
WASTEWATER RATE BASE			\$ 946,198
WASTEWATER OPERATING INCOME		S-3	\$ 66,765
ACHIEVED RATE OF RETURN (Wastewater Operating Income / Wastewater Rate Base)			<u>7.06%</u>

NOTES : (1) Estimate based on the methodology used in the last rate proceeding.

(2) Include only those Acquisition Adjustments that have been approved by the Commission.

(3) Calculation consistent with last rate proceeding.

In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT 31-Dec-99

SYSTEM NAME / COUNTY : Lake County

WASTEWATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WASTEWATER UTILITY (d)
	UTILITY OPERATING INCOME		
400	Operating Revenues	S-9A	\$ 308,480
530	Less: Guaranteed Revenue (and AFPI)	S-9A	
	Net Operating Revenues		\$ 308,480
401	Operating Expenses	S-10A	\$ 132,466
403	Depreciation Expense	S-6A	64,773
	Less: Amortization of CIAC	S-8A	(48,670)
	Net Depreciation Expense		\$ 16,103
406	Amortization of Utility Plant Acquisition Adjustment	F-7	-
407	Amortization Expense (Other than CIAC)	F-8	-
408.10	Taxes Other Than Income Utility Regulatory Assessment Fee		10,537
408.11	Property Taxes		28,722
408.12	Payroll Taxes		1,848
408.13	Other Taxes and Licenses		-
408	Total Taxes Other Than Income		\$ 41,107
409.1	Income Taxes		50,970
410.10	Deferred Federal Income Taxes		1,069
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		\$ 241,715
	Utility Operating Income		\$ 66,765
530	Add Back: Guaranteed Revenue (and AFPI)	S-9A	\$
413	Income From Utility Plant Leased to Others		
414	Gains (losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		1,479
	Total Utility Operating Income		\$ 68,244

UTILITY NAME: LAKE GROVES UTILITIES, INC
SYSTEM NAME / COUNTY: Lake County

WASTEWATER UTILITY PLANT MATRIX

ACCT. NO.	ACCOUNT NAME	.1 INTANGIBLE PLANT (g)	.2 COLLECTION PLANT (h)	.3 SYSTEM PUMPING PLANT (i)	.4 TREATMENT AND DISPOSAL (j)	.5 RECLAIMED WASTEWATER TREATMENT PLANT (k)	.6 RECLAIMED WASTEWATER DISTRIBUTION PLANT (l)	.7 GENERAL PLANT (m)
351	Organization	\$ 8,967						
352	Franchises	1,813						
353	Land and Land Rights		467,370					
354	Structures and Improvements		235,661					
355	Power Generation Equipment		-					
360	Collection Sewers - Force		553,048					
361	Collection Sewers - Gravity		1,056,344					
362	Special Collecting Structures		-					
363	Services to Customers		-					
364	Flow Measuring Devices		-					
365	Flow Measuring Installations		-					
366	Reuse Services		-	505,860				
367	Reuse Meters and Meter Installations		-					
370	Receiving Wells							
371	Pumping Equipment							
374	Reuse Distribution Reservoirs							
375	Reuse Transmission and Distribution System							
380	Treatment and Disposal Equipment							
381	Plant Sewers				409,754			
382	Outfall Sewer Lines				16,718			
389	Other Plant Miscellaneous Equipment							
390	Office Furniture and Equipment							
391	Transportation Equipment							
392	Stores Equipment							
393	Tools, Shop and Garage Equipment							
394	Laboratory Equipment							
395	Power Operated Equipment							
396	Communication Equipment							
397	Miscellaneous Equipment							
398	Other Tangible Plant							
	Total Wastewater Plant	\$ 10,780	\$ 2,310,423	\$ 505,860	\$ 426,472	\$ -	\$ -	\$ 1,847

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

UTILITY NAME: LAKE GROVES UTILITIES, INC

SYSTEM NAME / COUNTY Lake County

WASTEWATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
351	Organization	\$ 8,967	\$ -	\$ -	\$ 8,967
352	Franchises		1,813		1,813
353	Land and Land Rights	467,370	-		467,370
354	Structures and Improvements	233,585	76		233,661
355	Power Generation Equipment		-		-
360	Collection Sewers - Force	392,180	160,868		553,048
361	Collection Sewers - Gravity	897,222	159,122		1,056,344
362	Special Collecting Structures		-		-
363	Services to Customers		-		-
364	Flow Measuring Devices		-		-
365	Flow Measuring Installations		-		-
366	Reuse Services		-		-
367	Reuse Meters and Meter Installations		-		-
370	Receiving Wells		-		-
371	Pumping Equipment	358,388	147,472		505,860
374	Reuse Distribution Reservoirs		-		-
375	Reuse Transmission and Distribution System		-		-
380	Treatment and Disposal Equipment		-		-
381	Plant Sewers	338,751		2,734	409,754
382	Outfall Sewer Lines	16,718			16,718
389	Other Plant Miscellaneous Equipment		-		-
390	Office Furniture and Equipment		-		-
391	Transportation Equipment		-		-
392	Stores Equipment		-		-
393	Tools, Shop and Garage Equipment	1,847	-		1,847
394	Laboratory Equipment		-		-
395	Power Operated Equipment		-		-
396	Communication Equipment		-		-
397	Miscellaneous Equipment		-		-
398	Other Tangible Plant		-		-
	Total Wastewater Plant	\$ 2,715,028	\$ 543,088	\$ 2,734	\$ 3,255,382

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

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT 31-Dec-99

SYSTEM NAME / COUNTY : Lake County

BASIS FOR WASTEWATER 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)
354	Structures and Improvements			3.13%
355	Power Generation Equipment			
360	Collection Sewers - Force			3.33%
361	Collection Sewers - Gravity			2.22%
362	Special Collecting Structures			
363	Services to Customers			2.63%
364	Flow Measuring Devices			
365	Flow Measuring Installations			
366	Reuse Services			
367	Reuse Meters and Meter Installations			
370	Receiving Wells			
371	Pumping Equipment			4.00%
375	Reuse Transmission and Distribution System			
380	Treatment and Disposal Equipment			
381	Plant Sewers			2.86%
382	Outfall Sewer Lines			3.33%
389	Other Plant Miscellaneous Equipment			
390	Office Furniture and Equipment			
391	Transportation Equipment			
392	Stores Equipment			
393	Tools, Shop and Garage Equipment			6.25%
394	Laboratory Equipment			
395	Power Operated Equipment			
396	Communication Equipment			
397	Miscellaneous Equipment			
398	Other Tangible Plant			
Wastewater 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

SYSTEM NAME / COUNTY : Lake County

ANALYSIS OF ENTRIES IN WASTEWATER ACCUMULATED DEPRECIATION

ACCT. NO.	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-b+i) (j)	BALANCE AT END OF YEAR (c+f-j) (k)
354	Structures and Improvements	\$ -	\$ -	\$ -	\$ -	\$ 47,106
355	Power Generation Equipment	-	-	-	-	52,946
360	Collection Sewers - Force	-	-	-	-	89,213
361	Collection Sewers - Gravity	-	-	-	-	-
362	Special Collecting Structures	-	-	-	-	6
363	Services to Customers	-	-	-	-	-
364	Flow Measuring Devices	-	-	-	-	-
365	Flow Measuring Installations	-	-	-	-	-
366	Reuse Services	-	-	-	-	-
367	Reuse Meters and Meter Installations	-	-	-	-	-
370	Receiving Wells	-	-	-	-	-
371	Pumping Equipment	-	-	-	-	45,876
375	Reuse Transmission and Distribution System	-	-	-	-	-
380	Treatment and Disposal Equipment	-	-	-	-	-
381	Plant Sewers	2,734	-	-	2,734	84,828
382	Outfall Sewer Lines	-	-	-	-	3,698
389	Other Plant Miscellaneous Equipment	-	-	-	-	-
390	Office Furniture and Equipment	-	-	-	-	38
391	Transportation Equipment	-	-	-	-	-
392	Stores Equipment	-	-	-	-	-
393	Tools, Shop and Garage Equipment	-	-	-	-	988
394	Laboratory Equipment	-	-	-	-	-
395	Power Operated Equipment	-	-	-	-	-
396	Communication Equipment	-	-	-	-	-
397	Miscellaneous Equipment	-	-	-	-	-
398	Other Tangible Plant	-	-	-	-	-
Total Depreciable Wastewater Plant in Service		\$ 2,734	\$ -	\$ -	\$ 2,734	\$ 324,699

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

YEAR OF REPORT
31-Dec-99

UTILITY NAME: LAKE GROVES UTILITIES, INC

SYSTEM NAME / COUNTY: Lake County / Lake County

ANALYSIS OF ENTRIES IN WASTEWATER 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	\$ 39,792	\$ 7,314	\$ -	\$ 7,314
355	Power Generation Equipment				
360	Collection Sewers - Force	39,967	12,979	-	12,979
361	Collection Sewers - Gravity	69,264	19,949	-	19,949
362	Special Collecting Structures				
363	Services to Customers	-	6	-	6
364	Flow Measuring Devices				
365	Flow Measuring Installations				
366	Reuse Services				
367	Reuse Meters and Meter Installations				
370	Receiving Wells				
371	Pumping Equipment	32,129	13,747	-	13,747
375	Reuse Transmission and Distribution System				
380	Treatment and Disposal Equipment				
381	Plant Sewers	77,683	9,879	-	9,879
382	Outfall Sewer Lines	3,141	557	-	557
389	Other Plant Miscellaneous Equipment				
390	Office Furniture and Equipment		38	-	38
391	Transportation Equipment				
392	Stores Equipment				
393	Tools, Shop and Garage Equipment	908	80	-	80
394	Laboratory Equipment				
395	Power Operated Equipment				
396	Communication Equipment				
397	Miscellaneous Equipment				
398	Other Tangible Plant				
Total Depreciable Wastewater Plant in Service		\$ 262,884	\$ 64,549	\$ -	\$ 64,549

* OTHER CREDITS column (E) are due to allocation of UJF plant

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

S-6(a)

GROUP

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : Lake County

CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271

DESCRIPTION (a)	REFERENCE (b)	WASTEWATER (c)
Balance first of year		\$ <u>1,608,585</u>
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	S-8A	\$ <u>46,314</u>
Contributions received from Developer or Contractor Agreements in cash or property	S-8B	<u>519,027</u>
Total Credits		\$ <u>565,341</u>
Less debits charged during the year (All debits charged during the year must be explained below)		\$ _____
Total Contributions In Aid of Construction		\$ <u>2,173,926</u>

Explain all debits charged to Account 271 during the year below:

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : Lake County

WASTEWATER 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)
SEWER CONNECTIONS FEES	83	\$ 558	\$ 46,314
			-
			-
			-
Total Credits			\$ 46,314

ACCUMULATED AMORTIZATION OF WASTEWATER CONTRIBUTIONS IN AID OF CONSTRUCTION

DESCRIPTION (a)	WASTEWATER (b)
Balance first of year	\$ 63,925
Debits during the year:	
Accruals charged to Account 272	\$ 48,670
Other debits (specify):	
Total debits	\$ 48,670
Credits during the year (specify):	
	\$
Total credits	\$ -
Balance end of year	\$ 112,595

UTILITY NAME: LAKE GROVES UTILITIES, INC

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : Lake County

WASTEWATER 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)
<u>Greater Groves</u>	<u>Property</u>	\$ <u>34,410</u>
<u>Savannas</u>	<u>Property</u>	<u>24,455</u>
<u>Westchester</u>	<u>Property</u>	<u>39,055</u>
<u>Weston Hills</u>	<u>Property</u>	<u>160,067</u>
<u>Sienna Ridge</u>	<u>Property</u>	<u>261,040</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Credits		\$ <u>519,027</u>

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : Lake County

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS * (d)	AMOUNTS (e)
WASTEWATER SALES				
521.1	Flat Rate Revenues: Residential Revenues	937	1,225	\$ 300,362
521.2	Commercial Revenues			
521.3	Industrial Revenues			
521.4	Revenues From Public Authorities			
521.5	Multiple Family Dwelling Revenues			
521.6	Other Revenues			
521	Total Flat Rate Revenues	937	1,225	\$ 300,362
522.1	Measured Revenues: Residential Revenues			
522.2	Commercial Revenues			
522.3	Industrial Revenues			
522.4	Revenues From Public Authorities			
522.5	Multiple Family Dwelling Revenues			
522	Total Measured Revenues			\$
523	Revenues From Public Authorities			
524	Revenues From Other Systems			
525	Interdepartmental Revenues			
Total Wastewater Sales		937	1,225	\$ 300,362
OTHER WASTEWATER REVENUES				
530	Guaranteed Revenues			\$
531	Sale of Sludge			
532	Forfeited Discounts			
534	Rents From Wastewater Property			
535	Interdepartmental Rents			
536	Other Wastewater Revenues (Including Allowance for Funds Prudently Invested or AFPI)			8,118
Total Other Wastewater Revenues				\$ 8,118

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

UTILITY NAME: **LAKE GROVES UTILITIES, INC**

YEAR OF REPORT 31-Dec-99

SYSTEM NAME / COUNTY : Lake County

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS * (d)	AMOUNTS (e)
RECLAIMED WATER SALES				
540.1	Flat Rate Reuse Revenues: Residential Reuse Revenues	_____	_____	\$ _____
540.2	Commercial Reuse Revenues	_____	_____	_____
540.3	Industrial Reuse Revenues	_____	_____	_____
540.4	Reuse Revenues From Public Authorities	_____	_____	_____
540.5	Other Revenues	_____	_____	_____
540	Total Flat Rate Reuse Revenues	_____	_____	\$ _____
541.1	Measured Reuse Revenues: Residential Reuse Revenues	_____	_____	_____
541.2	Commercial Reuse Revenues	_____	_____	_____
541.3	Industrial Reuse Revenues	_____	_____	_____
541.4	Reuse Revenues From Public Authorities	_____	_____	_____
541	Total Measured Reuse Revenues	_____	_____	\$ _____
544	Reuse Revenues From Other Systems			
Total Reclaimed Water Sales				\$ _____
Total Wastewater Operating Revenues				\$ <u>308,480</u>

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

YEAR OF REPORT
31-Dec-99

UTILITY NAME: LAKE GROVES UTILITIES, INC

SYSTEM NAME / COUNTY Lake County

WASTEWATER UTILITY EXPENSE ACCOUNT MATRIX

ACCT. NO.	ACCOUNT NAME	CURRENT YEAR	.1	.2	.3	.4	.5	.6
(a)	(b)	(c)	COLLECTION EXPENSES- OPERATIONS (d)	COLLECTION EXPENSES- MAINTENANCE (e)	PUMPING EXPENSES - OPERATIONS (f)	PUMPING EXPENSES - MAINTENANCE (g)	TREATMENT & DISPOSAL EXPENSES - OPERATIONS (h)	TREATMENT & DISPOSAL EXPENSES - MAINTENANCE (i)
701	Salaries and Wages - Employees	\$ 10,705	\$ 321	\$ 1,285	\$ 2,141	\$ 535	\$ 5,138	\$ 1,285
703	Salaries and Wages - Officers, Directors and Majority Stockholders							
704	Employee Pensions and Benefits	3,577	107	250	429	179	1,073	427
710	Purchased Sewage Treatment							
711	Sludge Removal Expense	42,895					42,895	
715	Purchased Power	29,140			7,285		21,855	
716	Fuel for Power Purchased							
718	Chemicals	1,952					1,952	
720	Materials and Supplies	20,301	812	3,248	4,872	1,218	8,120	2,031
731	Contractual Services-Engineering							
732	Contractual Services - Accounting	1,495						
733	Contractual Services - Legal	325						
734	Contractual Services - Mgt. Fees							
735	Contractual Services - Testing							
736	Contractual Services - Other	8,439						
741	Rental of Building/Real Property							
742	Rental of Equipment							
750	Transportation Expenses	757	23	91	151	38	363	91
756	Insurance - Vehicle							
757	Insurance - General Liability							
758	Insurance - Workman's Comp.							
759	Insurance - Other	1,567						
760	Advertising Expense							
766	Regulatory Commission Expenses - Amortization of Rate Case Expense							
767	Regulatory Commission Exp.-Other							
770	Bad Debt Expense	238						
775	Miscellaneous Expenses	11,075						
Total Wastewater Utility Expenses		\$ 132,466	\$ 1,263	\$ 4,874	\$ 14,878	\$ 1,970	\$ 81,396	\$ 3,834

UTILITY NAME: LAKE GROVES UTILITIES, INC

SYSTEM NAME / COUNTY : Lake County

WASTEWATER UTILITY EXPENSE ACCOUNT MATRIX

ACCT. NO.	ACCOUNT NAME	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)	.9 RECLAIMED WATER TREATMENT EXPENSES- OPERATIONS (l)	.10 RECLAIMED WATER TREATMENT EXPENSES- MAINTENANCE (m)	.11 RECLAIMED WATER DISTRIBUTION EXPENSES- OPERATIONS (n)	.12 RECLAIMED WATER DISTRIBUTION EXPENSES- MAINTENANCE (o)
701	Salaries and Wages - Employees						
703	Salaries and Wages - Officers, Directors and Majority Stockholders						
704	Employee Pensions and Benefits	1,111					
710	Purchased Sewage Treatment						
711	Sludge Removal Expense						
715	Purchased Power						
716	Fuel for Power Purchased						
718	Chemicals						
720	Materials and Supplies						
731	Contractual Services-Engineering		0				
732	Contractual Services - Accounting		1,495				
733	Contractual Services - Legal		325				
734	Contractual Services - Mgt. Fees		0				
735	Contractual Services - Testing		0				
736	Contractual Services - Other		4,220				
741	Rental of Building/Real Property						
742	Rental of Equipment						
750	Transportation Expenses						
756	Insurance - Vehicle						
757	Insurance - General Liability						
758	Insurance - Workman's Comp.						
759	Insurance - Other		1,567				
760	Advertising Expense						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense		0				
767	Regulatory Commission Exp.-Other						
770	Bad Debt Expense	238					
775	Miscellaneous Expenses	5,538					
	Total Wastewater Utility Expenses	\$ 11,106	\$ 13,144	\$ -	\$ -	\$ -	\$ -

UTILITY NAME:

LAKE GROVES UTILITIES, INC.

YEAR OF REPORT 31-Dec-99

SYSTEM NAME / COUNTY :

LAKE GROVES / LAKE

CALCULATION OF THE WASTEWATER SYSTEM METER EQUIVALENTS

WATER METER SIZE (a)	TYPE OF WATER METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF WATER METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0		
5/8"	Displacement	1.0	1,215	1,215
3/4"	Displacement	1.5		
1"	Displacement	2.5	2	5
1 1/2"	Displacement or Turbine	5.0	2	10
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 Wastewater System Meter Equivalents				1,230

CALCULATION OF THE WASTEWATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS

Provide a calculation used to determine the value of one wastewater 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

$$ERC = (\text{Total SFR gallons treated (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day})$$

For wastewater only utilities

Subtract all general use and other non residential customer gallons from the total gallons treated

Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per day

NOTE: Total gallons treated includes both treated and purchased treatment

ERC Calculation
 $42,000 / 365 \text{ days} / 280 \text{ gpd} = 411$

UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : LAKE GROVES / LAKE

WASTEWATER TREATMENT PLANT INFORMATION

Provide a separate sheet for each wastewater treatment facility

Permitted Capacity	<u>.175 mgd</u>	_____	_____
Basis of Permit Capacity (1)	<u>AADF</u>	_____	_____
Manufacturer	<u>DAVCO</u>	_____	_____
Type (2)	<u>Ext. Aeration</u>	_____	_____
Hydraulic Capacity	<u>.175 mgd</u>	_____	_____
Average Daily Flow	<u>.115 mgd</u>	_____	_____
Total Gallons of Wastewater Treated	<u>42,006 mgd</u>	_____	_____
Method of Effluent Disposal	<u>Perc Ponds</u>	_____	_____

(1) Basis of permitted capacity as stated on the Florida DEP WWTP Operating Permit (i.e. average annual daily flow, etc.)

(2) Contact stabilization, advanced treatment, etc.

UTILITY NAME: LAKE GROVES UTILITIES, INC.

YEAR OF REPORT
31-Dec-99

SYSTEM NAME / COUNTY : LAKE GROVES / LAKE

OTHER WASTEWATER SYSTEM INFORMATION

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

1. Present number of ERCs* now being served 1237
2. Maximum number of ERCs* which can be served 825
3. Present system connection capacity (in ERCs*) using existing lines 3085
4. Future connection capacity (in ERCs*) upon service area buildout 3085
5. Estimated annual increase in ERCs* 240
6. Describe any plans and estimated completion dates for any enlargements or improvements of this system
500 mgd AWT WWTF currently under construction. Project should be complete by 3rd Qtr 2000.
7. If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known. N/A
8. If the utility does not engage in reuse, has a reuse feasibility study been completed? Yes
If so, when? 1999
9. Has the utility been required by the DEP or water management district to implement reuse? No
If so, what are the utility's plans to comply with this requirement?
10. When did the company last file a capacity analysis report with the DEP? 1999
11. If the present system does not meet the requirements of DEP rules:
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules
 - b. Have these plans been approved by DEP? N/A
 - c. When will construction begin? N/A
 - d. Attach plans for funding the required upgrading
 - e. Is this system under any Consent Order with DEP? No
12. Department of Environmental Protection ID # FLA010630

* An ERC is determined based on the calculation on S-11.