

OFFICIAL COPY
DIVISION OF
WATER AND SEWER

CLASS 'A' OR 'B' from the office

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

ANNUAL REPORT

OF

WS786-02-AR
Lake Wales Utility Company
P. O. Box 9076
Lakeshore, FL 33854-9076

Submitted To The

STATE OF FLORIDA



RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION
03 MAR 31 AM 10:28
DIVISION OF
ECONOMIC REGULATION

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2002

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Water Operations
Class A & B**

Company: LakeWales Utility Company, Ltd.

For the Year Ended December 31, 2002

(a)	(b)	(c)	(d)
Accounts	Gross Water Revenues per Sch. W-9	Gross Water Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Unmetered Water Revenues (460)	-	-	\$ -
Total Metered Sales (461.1 - 461.5)	\$ 133,634	\$ 133,634	-
Total Fire Protection Revenue (462.1 - 462.2)	-	-	-
Other Sales to Public Authorities (464)	-	-	-
Sales to Irrigation Customers (465)	-	-	-
Sales for Resale (466)	-	-	-
Interdepartmental Sales (467)	-	-	-
Total Other Water Revenues (469 - 474)	-	-	-
Total Water Operating Revenue	\$ 133,634	\$ 133,634	\$ -
LESS: Expense for Purchased Water from FPSC-Regulated Utility	-	-	-
Net Water Operating Revenues	\$ 133,634	\$ 133,634	\$ -

Explanations:

Instructions:

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

**Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Wastewater Operations
Class A & B**

Company: LakeWales Utility Company, Ltd.

For the Year Ended December 31, 2002

(a)	(b)	(c)	(d)
Accounts	Gross Wastewater Revenues per Sch. F-3	Gross Wastewater Revenues per RAF Return	Difference (b) - (c)
Gross Revenue:			
Total Flat-Rate Revenues (521.1 - 521.6)	-	-	\$ -
Total Measured Revenues (522.1 - 522.5)	\$ 207,633	\$ 207,633	-
Revenues from Public Authorities (523)	-	-	-
Revenues from Other Systems (524)	-	-	-
Interdepartmental Revenues (525)	-	-	-
Total Other Wastewater Revenues (530 - 536)	-	-	-
Reclaimed Water Sales (540.1 - 544)	-	-	-
Total Wastewater Operating Revenue	\$ 207,633	\$ 207,633	\$ -
LESS: Expense for Purchased Wastewater from FPSC-Regulated Utility	-	-	-
Net Wastewater Operating Revenues	\$ 207,633	\$ 207,633	\$ -

Explanations:

Instructions:

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

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EXECUTIVE

SUMMARY

CERTIFICATION OF ANNUAL REPORT

YEAR OF REPORT December 31, 2002

UTILITY NAME: Lake Wales Utility Company, LTD.

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

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

Items Certified

1. (X)	2. (X)	3. (X)	4. (X)
-------------	-------------	-------------	-------------

David K. Pearce

(signature of the chief executive officer of the utility)

*

1. ()	2. ()	3. ()	4. ()
-----------	-----------	-----------	-----------

N/A

(signature of the chief financial officer of the utility)

*

* Each of the four items must be certified YES or NO. Each item need not be certified by both officers. The items being certified by the officer should be indicated in the appropriate area to the left of the signature.

NOTICE: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.

ANNUAL REPORT OF

YEAR OF REPORT
December 31, 2002

Lake Wales Utility Company, LTD.
(Exact Name of Utility)

County: Polk

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

P. O. Box 9076
Lake Shore, Fl. 33854-9076

Telephone: (863) 696-1128

e-Mail Address: 1wuco@gte.net

WEB Site: N/A

Sunshine State One-Call of Florida, Inc. Member Number N/A

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

Robert G. Nixon, CPA
Cronin, Jackson, Nixon & Wilson, CPA's, PA
2560 Gulf-to-Bay Blvd, Suite 200
Clearwater, Florida 34625

Telephone: (727) 791-4020

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

W. Leisure Lane
Nalcrest, Fl. 33656

Telephone: (863) 696-1128

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

Cronin, Jackson, Nixon and Wilson, CPA's

Date of original organization of the utility: October, 1, 1974

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 percent or more of the voting securities of the utility:

Name	Percent Ownership	
1. Mark Rubin	34.712	%
2. Bradley W. Schwartz	15.437	%
3. Rotchford & Julie Barker	5.142	%
4. Richard Dooley	9.285	%
5. Charles Diglovarna	10.285	%
6. Robert Andrews	9.285	%
7. Marilyn Frank	5.142	%
8. Roger & Sheryl Griffin	5.142	%
9.		%
10.		%

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT December 31, 2002
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DIRECTORY OF PERSONNEL WHO CONTACT THE FLORIDA PUBLIC SERVICE COMMISSION

NAME OF COMPANY REPRESENTATIVE (1)	TITLE OR POSITION (2)	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
David K. Pearce	General Manager	Lake Wales Utility Company, LTD.	Manager of utility operation
Mark Rubin	Partner	Mark Rubin, attorney	Legal matters
Robert C. Nixon (727) 791-4020	CPA	Cronin Jackson, Nixon & Wilson, CPA's, PA	Regulatory and accounting matters

- (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. The Company was established in 1962 to provide water and wastewater services to the retirement communities of Fedhaven, Nalcrest, Village Green, Walden Shores and Granada.
- B. Water and wastewater service only
- C. The Company's goal is to provide a fair return on investment to its partners while providing quality water and wastewater treatment service to its customers
- D. The Utility provides water and wastewater treatment services only
- E. Projected growth is estimated to be minimal
- F. There were no material transactions having a material effect on operations during the current year.

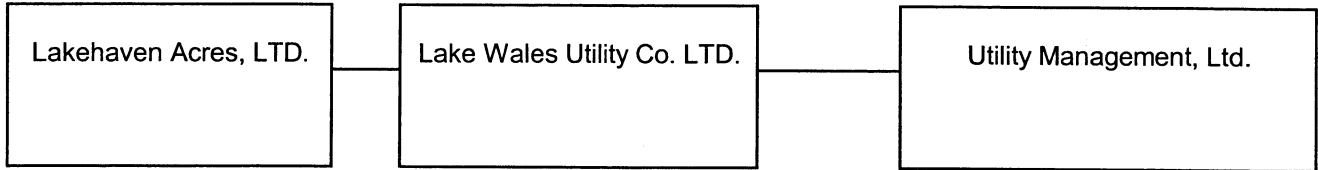
UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

PARENT / AFFILIATE ORGANIZATION CHART

Current as of 12/31/02

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



Note: All partnerships related by a common ownership entity

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT December 31, 2002
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COMPENSATION OF OFFICERS

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.			
NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF UTILITY (c)	OFFICERS COMPENSATION (d)
N/A		%	\$
		%	\$
		%	\$
		%	\$
		%	\$
		%	\$
		%	\$
		%	\$
		%	\$

COMPENSATION OF DIRECTORS

For each director, list the number of director meetings attended by each director and the compensation received as an director from the respondent.			
NAME (a)	TITLE (b)	NUMBER OF DIRECTORS MEETINGS ATTENDED (c)	DIRECTORS COMPENSATION (d)
N/A			\$
			\$
			\$
			\$
			\$
			\$
			\$
			\$
			\$

UTILITY NAME: Lake Wales Utility Company, LTD.

BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

List all contracts, agreements, and 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)
None		\$	

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

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

AFFILIATION OF OFFICERS AND DIRECTORS

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

NAME (a)	PRINCIPAL OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
None			

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT December 31, 2002
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BUSINESSES WHICH ARE A BYPRODUCT, COPRODUCT OR JOINT PRODUCT RESULT OF PROVIDING WATER OR SEWER SERVICE

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

BUSINESS OR SERVICE CONDUCTED (a)	ASSETS		REVENUES		EXPENSES	
	BOOK COST OF ASSETS (b)	ACCT. NO. (c)	REVENUES GENERATED (d)	ACCT. NO. (e)	EXPENSES INCURRED (f)	ACCT. NO. (g)
None	\$		\$		\$	

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT December 31, 2002
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BUSINESS TRANSACTIONS WITH RELATED PARTIES

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any one year, entered into between the Respondent and a business or financial organization, firm, or partnership named on pages E-2 and E-6 identifying the parties, amounts, dates and product, 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	
			(P)urchased or (S)old (d)	AMOUNT (e)
Lakehaven Acres, LTD.	Rent - land usage for limited access spray field	January 1, 2001	P	\$ 25,800
Utility Management, LTD.	Management services	May16, 1994	P	25,875

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT December 31, 2002
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BUSINESS TRANSACTIONS WITH RELATED PARTIES

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

- | | |
|--|---|
| <p>1. Enter in this part all transactions relating to the purchase, sale or transfer of assets.</p> <p>2. Below are examples of some types of transactions to include:</p> <ul style="list-style-type: none"> - 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. - writeoff of bad debts or loans. | <p>3. The columnar instructions follow:</p> <ul style="list-style-type: none"> (a) Enter name of related party or company. (b) Describe briefly the type of assets purchased, sold or transferred. (c) Enter the total received or paid. Indicate purchase with "P" and sale with "S". (d) Enter the net book value for each item reported. (e) Enter the net profit or loss for each item (column (c) - column (d)). (f) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value. |
|--|---|

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)
None		\$	\$	\$	\$

FINANCIAL

SECTION

UTILITY NAME: Lake Wales Utility Company, LTD.

**YEAR OF REPORT
December 31, 2002**

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
UTILITY PLANT				
101-106	Utility Plant	F-7	\$ 1,205,264	\$ 1,204,967
108-110	Less: Accumulated Depreciation and Amortization	F-8	986,998	945,713
Net Plant			218,266	259,254
114-115	Utility Plant Acquisition Adjustments (Net)	F-7		
116*	Other Plant Adjustments (specify)			
Total Net Utility Plant			218,266	259,254
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 and Investments				
CURRENT AND ACCRUED ASSETS				
131	Cash		1,109	7,813
132	Special Deposits	F-9		
133	Other Special Deposits	F-9		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectable Accounts	F-11	20,887	21,801
145	Accounts Receivable from Associated Companies	F-12		
146	Notes Receivable from Associated Companies	F-12		
151-153	Materials and Supplies			
161	Stores Expense			
162	Prepayments			
171	Accrued Interest and Dividends Receivable			
172*	Rents Receivable			
173*	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets	F-12		
Total Current and Accrued Assets			21,996	29,614

* Not Applicable for Class B Utilities

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
	DEFERRED DEBITS			
181	Unamortized Debt Discount & Expense	F-13		
182	Extraordinary Property Losses	F-13		
183	Preliminary Survey and Investigation Charges			
184	Clearing Accounts			
185*	Temporary Facilities			
186	Misc. Deferred Debits	F-14		
187*	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes			
Total Deferred Debits				
TOTAL ASSETS AND OTHER DEBITS			\$ 240,262	\$ 288,868

* 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)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
EQUITY CAPITAL				
201	Common Stock Issued	F-15		
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			
212	Discount on Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-16		
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)		111,004	149,202
Total Equity Capital			111,004	149,202
LONG TERM DEBT				
221	Bonds	F-15		
222*	Reacquire Bonds			
223	Advances from Associated Companies	F-17		
224	Other Long Term Debt	F-17	30,499	46,714
Total Long Term Debt			30,499	46,714
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		34,253	21,218
232	Notes Payable	F-18		
233	Accounts Payable to Associated Co.	F-18	3,290	3,290
234	Notes Payable to Associated Co.	F-18		
235	Customer Deposits			
236	Accrued Taxes	W/S-3	23,140	23,072
237	Accrued Interest	F-19		
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current and Accrued Liabilities	F-20		
Total Current and Accrued Liabilities			60,683	47,580

* Not Applicable for Class B Utilities

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
DEFERRED CREDITS				
251	Unamortized Premium on Debt	F-13		
252	Advances for Construction	F-20		
253	Other Deferred Credits (Contributed Taxes)	F-21		
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits				
OPERATING RESERVES				
261	Property Insurance Reserve			
262	Injuries and 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	402,203	394,640
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	364,127	349,268
Total Net C.I.A.C.			38,076	45,372
ACCUMULATED DEFERRED INCOME TAXES				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation			
282	Accumulated Deferred Income Taxes - Liberalized Depreciation			
283	Accumulated Deferred Income Taxes - Other			
Total Accum. Deferred Income Taxes				
TOTAL EQUITY CAPITAL AND LIABILITIES			\$ 240,262	\$ 288,868

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (d)	PREVIOUS YEAR (c)	CURRENT YEAR * (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	F-3(b)	\$ 331,960	\$ 341,267
469.530	Less: Guarenteed Revenue and AFPI	F-3(b)		
Net Operating Revenues			331,960	341,267
401	Operating Expenses	F-3(b)	294,103	313,450
403	Depreciation Expense	F-3(b)	46,330	41,285
	Less: Amortization of CIAC	F-22	(14,624)	(14,859)
Net Depreciation Expense			31,706	26,426
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	34,006	35,320
409	Current Income Taxes	W/S-3		
410.10	Deferred Federal Income Taxes	W/S-3		
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			359,815	375,196
Net Utility Operating Income			(27,855)	(33,929)
469/530	Add Back: Guarenteed 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			
Total Utility Operating Income [Enter here and on Page F-3(c)]			(27,855)	(33,929)

* For each account, column e should agree with columns f, g + h on F-3(b)

COMPARATIVE OPERATING STATEMENT (Cont'd)

WATER SCHEDULE W-3* (f)	SEWER SCHEDULE S-3* (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ 133,634	\$ 207,633	N/A
133,634	207,633	-
120,146	193,304	
10,992	30,293	
(7,654)	(7,205)	
3,338	23,088	-
14,224	21,096	
137,708	237,488	
(4,074)	(29,855)	
(4,074)	(29,855)	N/A

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

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (d)	PREVIOUS YEAR (c)	CURRENT YEAR (e)
Total Utility Operating Income [from Page F-3(a)]			\$ (27,855)	\$ (33,929)
OTHER INCOME AND DEDUCTIONS				
415	Revenues From Merchandising, Jobbing and Contract Deductions			
416	Costs and Expenses of Merchandising, Jobbing and Contract Work			
419	Interest and Dividend Income			
421	Miscellaneous Nonutility Revenue			
426	Miscellaneous Nonutility Expenses		745	1,903
Total Other Income and Deductions			745	1,903
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	F-19	4,400	2,366
428	Amortization of Debt Discount & Expense	F-13		
429	Amortization of Premium on Debt	F-13		
Total Interest Expense			4,400	2,366
EXTRAORDINARY ITEMS				
433	Extraordinary Income			
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
Total Extraordinary Items				
NET INCOME			(33,000)	(38,198)

Explain Extraordinary Income:

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	\$ 479,235	\$ 726,029
	Less:			
	Nonused and Useful Plant (1)			
108.1	Accumulated Depreciation	F-8	425,328	561,670
110.1	Accumulated Amortization	F-8		
271	Contributions in Aid of Construction	F-22	227,903	174,300
252	Advances for Construction	F-20		
Subtotal			(173,996)	(9,941)
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	191,344	172,783
Subtotal			17,348	162,842
114	Plus or Minus: Acquisition Adjustments (2)	F-7		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7		
	Working Capital Allowance (3)		15,018	24,163
	Other (Specify): _____ _____ _____			
RATE BASE			\$ 32,366	\$ 187,005
NET UTILITY OPERATING INCOME			\$ (4,074)	\$ (29,855)
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			-- %	-- %

NOTES:

- (1) Estimated if not known.
- (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 Method.

**SCHEDULE OF CURRENT COST OF CAPITAL
CONSISTENT WITH THE METHODOLOGY USED IN THE LAST RATE PROCEEDING**

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (1) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (d)	WEIGHTED COST [c x d] (e)
Partners' Equity	\$ 111,004	78.45 %	8.930 %	7.01 %
Preferred Stock		%	- %	%
Long Term Debt	30,499	21.55 %	5.311 %	1.14 %
Customer Deposits		%	6.000 %	%
Tax Credits - Zero Cost		%	- %	%
Tax Credits - Weighted Cost		%	- %	%
Deferred Income Taxes		%	- %	%
Other (Explain)		%	- %	%
Notes Payable - Assoc Co		%	- %	%
Total	\$ 141,503	100.00 %		8.15 %

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

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

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

APPROVED RETURN ON EQUITY

Current Commission Return on Equity:	<u>8.93</u> %
Commission order approving Return on Equity:	<u>PSC-99-1742-PAA-WS</u>

APPROVED AFUDC RATE

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING THE YEAR

Current Commission approved AFUDC rate:	<u>None</u> %
Commission order approving AFUDC rate:	<u>N/A</u>

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

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

**UTILITY PLANT
ACCOUNTS 101 - 106**

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts Utility Plant In Service	\$ 479,235	\$ 726,029	N/A	\$ 1,205,264
102	Utility Plant Leased to Others				
103	Property Held for Future Use				
104	Utility Plant Purchased or Sold				
105	Construction Work in Progress				
106	Completed Construction Not Classified				
Total Utility Plant		<u>\$ 479,235</u>	<u>\$ 726,029</u>	<u>N/A</u>	<u>\$ 1,205,264</u>

**UTILITY PLANT ACQUISITION ADJUSTMENTS
ACCOUNTS 114 AND 115**

Report each acquisition adjustment and related accumulated amortization separately. For any acquisition adjustment approved by the Commission, include the Order Number.					
ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment N/A	\$ -	\$ -	\$ -	\$ -
Total Plant Acquisition Adjustment		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
115	Accumulated Amortization N/A	\$ -	\$ -	\$ -	\$ -
Total Accumulated Amortization		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Acquisition Adjustments		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACCUMULATED DEPRECIATION Account 108				
Balance first of year	\$ 414,336	\$ 531,377	N/A	\$ 945,713
Credits during year:				
Accruals charged:				
to Account 108.1 (1)	10,992	30,293		41,285
to Account 108.2 (2)				
to Account 108.3 (2)				
Other Accounts (Specify)				
Salvage				
Other Credits (specify) :				
Total credits	10,992	30,293		41,285
Debits during year:				
Book cost of plant retired	-	-		
Cost of removal				
Other debits (specify)				
Total debits				
Balance end of year	\$ 425,328	\$ 561,670	N/A	\$ 986,998

ACCUMULATED AMORTIZATION Account 110				
Balance first of year	N/A	N/A	N/A	N/A
Credits during year:				
Accruals charged:				
to Account 110.2 (2)				
Other Accounts (specify):				
Total credits				
Debits during year:				
Book cost of plant retired				
Other debits (specify)				
Total debits				
Balance end of year	N/A	N/A	N/A	N/A

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

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
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**REGULATORY COMMISSION EXPENSE
AMORTIZATION OF RATE CASE EXPENSE (ACCTS. 666 AND 766)**

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	CHARGED OFF DURING YEAR	
		ACCT. (c)	AMOUNT (d)
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 Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

**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 (ACCT. 123): N/A	\$ -	\$ -
Total Investment In Associated Companies		\$ -
UTILITY INVESTMENTS (ACCT. 124): N/A		
Total Utility Investments		\$ -
OTHER INVESTMENTS (ACCT. 125): N/A	\$ -	\$ -
Total Other Investments		\$ -
SPECIAL FUNDS (ACCTS. 126 & 127) N/A	\$ -	\$ -
Total Special Funds		\$ -

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

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 Accounts 142 and 144 should be listed individually.

DESCRIPTION (a)		TOTAL (b)
CUSTOMER ACCOUNTS RECEIVABLE (Account 141):		
Combined Water & Wastewater	\$ 20,887	
_____	_____	
_____	_____	
Total Customer Accounts Receivable		\$ 20,887
OTHER ACCOUNTS RECEIVABLE (Acct. 142):		
_____	\$ -	
_____	_____	
Total Other Accounts Receivable		
NOTES RECEIVABLE (Acct. 144):		
_____	\$ -	
_____	_____	
Total Notes Receivable		
Total Accounts and Notes Receivable		20,887
ACCUMULATED PROVISION FOR UNCOLLECTABLE ACCOUNTS (Account 143):		
Balance First of Year		
Add: Provision for uncollectables for current year	_____	
Collections of accounts previously written off	_____	
Utility accounts	_____	
Others	_____	
_____	_____	
Total Additions		
Deduct accounts written off during year:		
Utility accounts	_____	
Others	_____	
_____	_____	
Total accounts written off		
Balance end of year		
Total Accounts and Notes Receivable - Net		\$ 20,887

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
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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)	TOTAL (c)
None	\$ _____ -
_____	_____
_____	_____
_____	_____
Total	\$ _____ -

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT December 31, 2002

UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT
 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):		
N/A	\$ -	\$ -
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Unamortized Debt Discount and Expense	_____	_____
UNAMORTIZED PREMIUM ON DEBT (Account 251):		
N/A	\$ -	\$ -
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Unamortized Premium on Debt	\$ -	\$ -

EXTRAORDINARY PROPERTY LOSSES
ACCOUNT 182

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
EXTRAORDINARY PROPERTY LOSSES (Acct. 182):	
N/A	\$ -
_____	_____
_____	_____
_____	_____
Total Extraordinary Property Losses	\$ -

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
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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): None	\$ -	\$ -
Total Deferred Rate Case Expense	\$ -	\$ -
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2): None	\$ -	\$ -
Total Other Deferred Debits	NONE	NONE
REGULATORY ASSETS (Class A Utilities: Account 186.3): None	\$ -	\$ -
Total Regulatory Assets	\$ -	\$ -
TOTAL MISCELLANEOUS DEFERRED DEBITS	NONE	NONE

**CAPITAL STOCK
 ACCOUNTS 201 AND 204***

DESCRIPTION (a)	RATE (b)	TOTAL (d)
COMMON STOCK		
Par or stated value per share	N/A	N/A
Shares authorized	N/A	N/A
Shares issued and outstanding	N/A	N/A
Total par value of stock issued	N/A	N/A
Dividends declared per share for year	N/A	N/A
PREFERRED STOCK		
Par or stated value per share	N/A	N/A
Shares authorized		
Shares issued and outstanding		
Total par value of stock issued		
Dividends declared per share for year	N/A	N/A

* Account 204 not applicable for Class B utilities

**BONDS
 ACCOUNT 221**

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

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

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

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	N/A
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	_____
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	_____
	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	_____

Notes to Statement of Retained Earnings:
The Company is a partnership; therefore, this schedule is not applicable.

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT December 31, 2002
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**ADVANCES FROM ASSOCIATED COMPANIES
ACCOUNT 223**

Report each advance separately.

DESCRIPTION (a)	TOTAL (b)
N/A	\$ -
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)	
John Deere - 01/11/99 through 01/31/03	8.40 %	F	\$ 588
Colonial Bank - 12/00 through 12/05	5.25 %	F	29,911
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			\$ 30,499

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

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

NOTES PAYABLE (ACCTS. 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): N/A			\$ -
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total Account 232			\$ -
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234): N/A			\$ -
	%		-
	%		
	%		
	%		
	%		
	%		
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)
Utility Management, Ltd. - management fees	\$ 3,290
Total	\$ 3,290

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

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

DESCRIPTION OF DEBT (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					
John Deere	\$ -		\$ 326	\$ 326	\$ -
Colonial Bank (dated 12/00 & no interest until 1/01)	-		2,040	2,040	
Total Account No. 237.1	-		2,366	2,366	-
ACCOUNT NO. 237.2 - Accrued Interest in Other Liabilities					
	-				-
Total Account 237.2	-				
Total Account 237 (1)	\$ -		\$ 2,366	\$ 2,366	\$ -
INTEREST EXPENSED:					
Total accrual Account 237		237	\$ 2,366		
Less Capitalized Interest Portion of AFUDC:					
None					
Net Interest Expensed to Account No. 427 (2)			\$ 2,366		

(1) Must agree to F-2(a), Beginning and Ending Balance of Accrued Interest.
(2) Must agree to F-3©, Current Year Interest Expense.

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES
ACCOUNT 241

DESCRIPTION (a)	BALANCE END OF YEAR (b)
N/A	
Total Miscellaneous Current and Accrued Liabilities	

ADVANCES FOR CONSTRUCTION
ACCOUNT 252

NAME OF PAYOR * (a)	BALANCE BEGINNING OF YEAR (b)	ACCT.		CREDITS (e)	BALANCE END OF YEAR (f)
		DEBIT (c)	AMOUNT (d)		
None	\$ -		\$ -	\$ -	\$ -
Total	\$ -		\$ -	\$ -	\$ -

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

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

**OTHER DEFERRED CREDITS
ACCOUNT 253**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
REGULATORY LIABILITIES (Class A Utilities: Account 253.1)		
N/A	\$ -	\$ -
Total Regulatory Liabilities	\$ -	\$ -
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2)		
N/A	\$ -	\$ -
Total Deferred Liabilities	\$ -	\$ -
TOTAL OTHER DEFERRED CREDITS	\$ -	\$ -

**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 225,104	\$ 169,536	N/A	\$ 394,640
Add credits during year:	2,799	4,764		7,563
Less debits charged during	-	-		-
Total Contributions In Aid of Construction	\$ 227,903	\$ 174,300	\$ -	\$ 402,203

**ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 272**

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 183,690	\$ 165,578	N/A	\$ 349,268
Debits during year:	7,654	7,205		14,859
Credits during year (specify):				
Total Accumulated Amortization of Contributions In Aid of Construction	\$ 191,344	\$ 172,783		\$ 364,127

UTILITY NAME: Lake Wales Utility Company, LTD.

YEAR OF REPORT
December 31, 2002

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

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

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

DESCRIPTION (a)	REFERENCE (b)	AMOUNT (c)
Net income for the year	Note (1)	N/A
Reconciling items for the year:		
Taxable income not reported on the books:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Deductions recorded on books not deducted for return:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Income recorded on books not included in return:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Deduction on return not charged against book income:		
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Federal tax net income	_____	\$ _____ -
Computation of tax: The Company is a Partnership; therefore, there is no income tax calculation.		

**WATER
OPERATION
SECTION**

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

SCHEDULE OF YEAR END WATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	479,235
	Less:		
	Nonused and Useful Plant (1)		
108.1	Accumulated Depreciation	W-6(b)	(425,328)
110.1	Accumulated Amortization		
271	Contributions in Aid of Construction	W-7	(227,903)
252	Advances for Construction	F-20	
	Subtotal		(173,996)
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	191,344
	Subtotal		17,348
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	-
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	-
	Working Capital Allowance (3)		15,018
	Other (Specify):		-
	WATER RATE BASE		32,366
	UTILITY OPERATING INCOME	W-3	(4,074)
	ACHIEVED RATE OF RETURN (Water Operating Income/Water Rate Base)		--

- NOTES: (1) Class A calculate consistent with last rate proceeding. Class B estimated if not known.
 (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 Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

WATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)
400	UTILITY OPERATING INCOME Operating Revenues	W-9	\$ 133,634
469	Less: Guarenteed Revenue and AFPI	W-9	
	Net Operating Revenues		133,634
401	Operating Expenses	W-10(a)	120,146
403	Depreciation Expense	W-6(a)	10,992
	Less: Amortization of CIAC	W-8(a)	(7,654)
	Net Depreciation Expense		3,338
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		6,014
408.11	Property Taxes		2,033
408.12	Payroll Taxes		3,439
408.13	Other Taxes & Licenses		2,738
408	Total Taxes Other Than Income		14,224
409.1	Income Taxes	F-16	
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
	Utility Operating Expenses		137,708
	Utility Operating Income (Loss)		(4,074)
469	Add Back: Guarenteed 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		
	Total Utility Operating Income (Loss)		\$ (4,074)

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
 December 31, 2002

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$	\$	\$	\$
302	Franchises				
303	Land and Land Rights	14,473			14,473
304	Structure and Improvements	2,856			2,856
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	120,724			120,724
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	30,832			30,832
320	Water Treatment Equipment	4,096			4,096
330	Distribution Reservoirs and Standpipes	90,577			90,577
331	Transmission and Distribution Mains	147,138			147,138
333	Services				
334	Meters and Meter Installations	6,554			6,554
335	Hydrants	8,026			8,026
339	Other Plant / Miscellaneous Equipment				
340	Office Furniture and Equipment	4,702			4,702
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	1,322			1,322
344	Laboratory Equipment	875			875
345	Power Operated Equipment	46,954			46,954
346	Communication Equipment				
347	Miscellaneous Equipment	106			106
348	Other Tangible Plant				
	TOTAL WATER PLANT	\$ 479,235			\$ 479,235

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

W-4(a)
 GROUP 1

YEAR OF REPORT
December 31, 2002

UTILITY NAME: Lake Wales Utility Company, LTD.
SYSTEM NAME / COUNTY: Same

WATER UTILITY PLANT MATRIX

ACCT. NO. (a)	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)
301	Organization	\$					
302	Franchises						
303	Land and Land Rights	14,473					14,473
304	Structure and Improvements	2,856			2,856		
305	Collecting and Impounding Reservoirs						
306	Lake, River and Other Intakes						
307	Wells and Springs	120,724		120,724			
308	Infiltration Galleries and Tunnels						
309	Supply Mains						
310	Power Generation Equipment						
311	Pumping Equipment	30,832		30,832			
320	Water Treatment Equipment	4,096			4,096		
330	Distribution Reservoirs and Standpipes	90,577				90,577	
331	Transmission and Distribution Mains	147,138				147,138	
333	Services						
334	Meters and Meter Installations	6,554				6,554	
335	Hydrants	8,026				8,026	
339	Other Plant / Miscellaneous Equipment						
340	Office Furniture and Equipment	4,702					4,702
341	Transportation Equipment						
342	Stores Equipment						
343	Tools, Shop and Garage Equipment	1,322					1,322
344	Laboratory Equipment	875					875
345	Power Operated Equipment	46,954					46,954
346	Communication Equipment						
347	Miscellaneous Equipment	106					106
348	Other Tangible Plant						
	TOTAL WATER PLANT	\$ 479,235	\$	151,556	\$ 6,952	\$ 252,295	\$ 68,432

W-4(b)
GROUP 1

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

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)
301	Organization		%	%
302	Franchises		%	%
304	Structure and Improvements	33	%	3.03 %
305	Collecting and Impounding Reservoirs		%	%
306	Lake, River and Other Intakes		%	%
307	Wells and Springs	30	%	3.33 %
308	Infiltration Galleries and Tunnels		%	%
309	Supply Mains		%	%
310	Power Generation Equipment		%	%
311	Pumping Equipment	20	%	5.00 %
320	Water Treatment Equipment	22	%	4.55 %
330	Distribution Reservoirs and Standpipes	37	%	2.70 %
331	Transmission and Distribution Mains	43	%	2.33 %
333	Services		%	%
334	Meters and Meter Installations	20	%	5.00 %
335	Hydrants	45	%	2.22 %
339	Other Plant / Miscellaneous Equipment		%	%
340	Office Furniture and Equipment	15	%	6.67 %
341	Transportation Equipment		%	%
342	Stores Equipment		%	%
343	Tools, Shop and Garage Equipment	15	%	6.67 %
344	Laboratory Equipment	15	%	6.67 %
345	Power Operated Equipment	12	%	8.33 %
346	Communication Equipment		%	%
347	Miscellaneous Equipment	15	%	6.67 %
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.

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS (1) (e)	TOTAL CREDITS (d + e) (f)
301	Organization	\$ -	\$ -	\$ -	\$ -
302	Franchises				
304	Structure and Improvements	2,856	0		
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	120,724	0		
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	30,701	131		131
320	Water Treatment Equipment	1,104	186		186
330	Distribution Reservoirs and Standpipes	87,304	2,448		2,448
331	Transmission and Distribution	139,220	3,422		3,422
333	Services				
334	Meters and Meter Installations	3,110	328		328
335	Hydrants	8,026	0		
339	Other Plant / Miscellaneous Equipment				
340	Office Furniture and Equipment	1,985	411		411
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	41	88		88
344	Laboratory Equipment	29	58		58
345	Power Operated Equipment	19,232	3,913		3,913
346	Communication Equipment				
347	Miscellaneous Equipment	4	7		7
348	Other Tangible Plant				
TOTAL WATER ACCUMULATED DEPRECIATION		<u>\$ 414,336</u>	<u>\$ 10,992</u>	<u>\$ -</u>	<u>\$ 10,992</u>

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

Note (1): To correct prior years' accrual for computer equipment.

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
 December 31, 2002

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

ACCT. NO. (a)	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) (k)
301	Organization	\$ -	\$ -	\$ -	\$ -	\$ -
302	Franchises					
304	Structure and Improvements					2,856
305	Collecting and Impounding Reservoirs					
306	Lake, River and Other Intakes					
307	Wells and Springs					120,724
308	Infiltration Galleries and Tunnels					
309	Supply Mains					
310	Power Generation Equipment					
311	Pumping Equipment					30,832
320	Water Treatment Equipment					1,290
330	Distribution Reservoirs and Standpipes					89,752
331	Transmission and Distribution					142,642
333	Services					
334	Meters and Meter Installations					3,438
335	Hydrants					8,026
339	Other Plant / Miscellaneous Equipment					
340	Office Furniture and Equipment					2,396
341	Transportation Equipment					
342	Stores Equipment					
343	Tools, Shop and Garage Equipment					129
344	Laboratory Equipment					87
345	Power Operated Equipment					23,145
346	Communication Equipment					
347	Miscellaneous Equipment					11
348	Other Tangible Plant					
TOTAL WATER ACCUMULATED DEPRECIATION		\$ -	\$ -	\$ -	\$ -	\$ 425,328

W-6(b)
 GROUP 1

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

**CONTRIBUTIONS IN AID OF CONSTRUCTION
 ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance First of Year		\$ 225,104
Add credits during year: Contributions Received From Capacity, Capacity, Main Extension and Customer Connection Charges	W-8(a)	2,799
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	
Total Credits		2,799
Less debits charged during the year (All debits charged during the year must be explained below)		
Total Contributions In Aid of Construction		\$ 227,903

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:

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

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)
Connection fees: Various rates per water	1	\$ 239	\$ 239
CIAC tariff	1	419	419
	1	421	421
	4	430	1,720
			-
Total Credits			\$ 2,799

ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 272

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 183,690
Debits during year:	
Accruals charged to Account	7,654
Other Debits (specify):	
Total debits	7,654
Credits during year (specify):	
Total credits	-
Balance end of year	\$ 191,344

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

WATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
460	Water Sales: Unmetered Water Revenue			\$ -
	Metered Water Revenue:			
461.1	Metered Sales to Residential Customers	100	107	105,233
461.2	Metered Sales to Commercial Customers	30	30	28,401
461.3	Metered Sales to Industrial Customers			-
461.4	Metered Sales to Public Authorities			-
461.5	Metered Sales to Multiple Family Dwellings			-
	Total Metered Sales	130	137	133,634
462.1	Fire Protection Revenue: Public Fire Protection			-
462.2	Private Fire Protection			-
	Total Fire Protection Revenue	-	-	-
464	Other Sales to Public Authorities	1	-	-
465	Sales to Irrigation Customers			-
466	Sales for Resale			-
467	Interdepartmental Sales			-
	Total Water Sales	131	137	133,634
469	Other Water Revenues: Guaranteed Revenues			-
470	Forfeited Discounts			-
471	Miscellaneous Service Revenues			-
472	Rents From Water Property			-
473	Interdepartmental Rents			-
474	Other Water Revenues			-
	Total Other Water Revenues			\$ -
	Total Water Operating Revenues			\$ 133,634

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

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
 December 31, 2002

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	\$ 51,220	\$ 16,000	\$ 2,813
603	Salaries and Wages - Officers, Directors and Majority Stockholders			
604	Employee Pensions and Benefits	8,879	3,036	499
610	Purchased Water			
615	Purchased Power	8,171	7,200	
616	Fuel for Power Purchased	353		
618	Chemicals	761	152	
620	Materials and Supplies	1,330		373
631	Contractual Services - Engineering			
632	Contractual Services - Accounting	3,882		
633	Contractual Services - Legal	374		
634	Contractual Services - Mgt. Fees	9,574		
635	Contractual Services - Testing	1,825	105	105
636	Contractual Services - Other	11,482	8,156	
641	Rental of Building/Real Property			
642	Rental of Equipment			
650	Transportation Expense	8,993	1,258	844
656	Insurance - Vehicle	1,442	78	
657	Insurance - General Liability	4,038	1,027	1,578
658	Insurance - Workmens Comp.			
659	Insurance - Other			
660	Advertising Expense			
666	Regulatory Commission Expenses - Amortization of Rate Case Expense			
667	Regulatory Commission Exp.-Other			
670	Bad Debt Expense			
675	Miscellaneous Expenses	7,822		300
Total Water Utility Expenses		\$ 120,146	\$ 37,012	\$ 6,512

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
 December 31, 2002

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)
\$ 7,100	\$ 690	\$ 577	\$ 9,771	\$ 429	\$ 13,840
180	849	723	2,522	487	583
342		629			
353					
303	111	195			
	312	171	282	50	142
					3,882
					374
					9,574
840	225	300	250		
	200	1,402	1,652	50	22
511	1,125	1,040	1,985	1,337	893
	970		394		
		948		485	
	259			203	7,060
\$ 9,629	\$ 4,741	\$ 5,985	\$ 16,856	\$ 3,041	\$ 36,370

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
 December 31, 2002

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		3,565		3,565	3,565
February		3,661		3,661	3,661
March		4,105		4,105	4,105
April		3,816		3,816	3,816
May		3,428		3,428	3,428
June		2,551		2,551	2,551
July		2,426		2,426	2,426
August		2,488		2,488	2,488
September		2,510		2,510	2,510
October		3,067		3,067	3,067
November		3,163		3,163	3,163
December		2,954		2,954	2,954
Total for year		37,734		37,734	37,734

If water is purchased for resale, indicate the following:

Vendor N/A

Point of delivery _____

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

N/A

List for each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
#1	.5mgd	.105	Well
#2	.5mgd	.105	Well

UTILITY NAME: Lake Wales Utility Company, LTD.
SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

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

Permitted Capacity of Plant (GPD):	<u>240,000 gpd</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Control Room</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc):	<u>Aeration & 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 Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

CALCULON OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	107	107
5/8"	Displacement	1.0	18	18
3/4"	Displacement	1.5		
1"	Displacement	2.5	5	13
1 1/2"	Displacement or Turbine	5.0	2	10
2"	Displacement, Compound or Turbine	8.0	5	40
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Water System Meter Equivalents				188

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 = (Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day)

ERC Calculation:

$$\frac{37,734,000}{365} = 103,381 / 125 (1) = 827$$

Note (1): Established by engineer

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

OTHER WATER SYSTEM INFORMATION

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

1. Present ERC's * that system can efficiently serve.	<u>827</u>
2. Maximum number of ERC's * which can be served.	<u>827</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>827</u>
4. Future system connection capacity (in ERC's *) upon service area buildout.	<u>827</u>
5. Estimated annual increase in ERC's * .	<u>Minimal - Service area is essentially built-out</u>
6. Is the utility required to have fire flow capacity? <u>No</u> If so, how much capacity is required? _____	
7. Attach a description of the fire fighting facilities. <u>Volunteer fire station @ Lakeshore & Nalcrest</u>	
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. <u>None</u>	
9. When did the company last file a capacity analysis report with the DEP?	<u>June 1998</u>
10. If the present system does not meet the requirements of DEP rules:	<u>System in Compliance</u>
a. Attach a description of the plant upgrade necessary to meet the DEP ru	<u>N/A</u>
b. Have these plans been approved by DEP?	<u>N/A</u>
c. When will construction begin?	<u>N/A</u>
d. Attach plans for funding the required upgre	<u>N/A</u>
e. Is this system under any Consent Order from DEP?	<u>N/A</u>
11. Department of Environmental Protection ID #	<u>3531008</u>
12. Water Management District Consumptive Use Permit #	<u>53-00030-W</u>
a. Is the system in compliance with the requirements of the CUP?	<u>Yes</u>
b. If not, what are the utility's plans to gain compliance?	<u>N/A</u>

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

**WASTEWATER
OPERATION
SECTION**

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

SCHEDULE OF YEAR END WASTEWATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WASTEWATER UTILITY (d)
101	Utility Plant In Service	S-4(b)	\$ 726,029
	Less: Nonused and Useful Plant (1)		
108.1	Accumulated Depreciation	S-6(b)	561,670
110.1	Accumulated Amortization		
271	Contributions in Aid of Construction	S-7	174,300
252	Advances for Construction	F-20	
	Subtotal		(9,941)
272	Add: Accumulated Amortization of Contributions in Aid of Construction	S-8(a)	172,783
	Subtotal		162,842
114	Plus or Minus: Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		24,163
	Other (Specify):		
	WASTEWATER RATE BASE		\$ 187,005
	UTILITY OPERATING INCOME	S-3	\$ (29,855)
	Achieved Rate of Return (Wastewater Operating Income/Wastewater Rate Base)		-- %

- NOTES: (1) Class A calculate consistent with last rate proceeding. Class B estimated if not known.
 (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.

WASTEWATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WASTEWATER UTILITY (d)
400	UTILITY OPERATING INCOME Operating Revenues	S-9	\$ 207,633
530	Less: Guarenteed Revenue and AFPI	S-9	
	Net Operating Revenues		207,633
401	Operating Expenses	S-10(a)	193,304
403	Depreciation Expense	S-6(a)	30,293
	Less: Amortization of CIAC	S-8(a)	(7,205)
	Net Depreciation Expense		23,088
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		9,343
408.11	Property Taxes		5,750
408.12	Payroll Taxes		5,855
408.13	Other Taxes & Licenses		148
408	Total Taxes Other Than Income		21,096
409.1	Income Taxes	F-16	
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
	Utility Operating Expenses		237,488
	Utility Operating Income (Loss)		(29,855)
469	Add Back: Guarenteed Revenue (and AFPI)		
413	Income From Utility Plant Leased to Others		
414	Gains (Losses) From Disposition of Utility Property		
420	Allowance for Funds Used During Construction		
	Total Utility Operating Income (Loss)		\$ (29,855)

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
 December 31, 2002

WASTEWATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
351	Organization		\$	\$	
352	Franchises				
353	Land and Land Rights	34,247			34,247
354	Structure and Improvements	43,056			43,056
355	Power Generation Equipment	0			
360	Collection Sewers - Force	58,987			58,987
361	Collection Sewers - Gravity	86,499			86,499
362	Special Collecting Structures				
363	Services to Customers	27,809			27,809
364	Flow Measuring Devices				
365	Flow Measuring Installations				
366	Reuse Services				
367	Reuse Meters and Meter Installations				
370	Receiving Wells				
371	Pumping Equipment	1,051			1,051
374	Reuse Distribution Reservoirs				
375	Reuse Transmission and Distribution System				
380	Treatment & Disposal Equipment	29,901			29,901
381	Plant Sewers	408,495			408,495
382	Outfall Sewer Lines				
389	Other Plant / Miscellaneous Equipment	2,646			2,646
390	Office Furniture & Equipment	8,026			8,026
391	Transportation Equipment				
392	Stores Equipment				
393	Tools, Shop and Garage Equipment		297		297
394	Laboratory Equipment	950			950
395	Power Operated Equipment	23,417			23,417
396	Communication Equipment				
397	Miscellaneous Equipment	648			648
398	Other Tangible Plant				
	Total Wastewater Plant	\$ 725,732	\$ 297	\$ -	\$ 726,029

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

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
 December 31, 2002

WASTEWATER UTILITY PLANT MATRIX

ACCT. NO. (a)	ACCOUNT NAME (b)	.1 INTANGIBLE PLANT (g)	.2 COLLECTION PLANT (h)	.3 SYSTEM PUMPING PLANT (i)	.4 TREATMENT AND DISPOSAL PLANT (j)	.5 RECLAIMED WASTEWATER TREATMENT PLANT (k)	.6 RECLAIMED WASTEWATER DISTRIBUTION PLANT (l)	.7 GENERAL PLANT (m)
351	Organization	\$ -						
352	Franchises							
353	Land and Land Rights							\$ 34,247
354	Structure and Improvements							43,056
355	Power Generation Equipment							
360	Collection Sewers - Force		58,987					
361	Collection Sewers - Gravity		86,499					
362	Special Collecting Structures		27,809					
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			1,051				
374	Reuse Distribution Reservoirs							
375	Reuse Transmission and Distribution System			29,901	408,495			
380	Treatment & Disposal Equipment							
381	Plant Sewers							
382	Outfall Sewer Lines							
389	Other Plant / Miscellaneous Equipment							
390	Office Furniture & Equipment					2,646		8,026
391	Transportation Equipment							
392	Stores Equipment							
393	Tools, Shop and Garage Equipment							297
394	Laboratory Equipment							950
395	Power Operated Equipment							23,417
396	Communication Equipment							
397	Miscellaneous Equipment							648
398	Other Tangible Plant							
	Total Wastewater Plant	\$ -	\$ 173,295	\$ 30,952	\$ 408,495	\$ 2,646	\$ -	\$ 110,641

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

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)
351	Organization			%
352	Franchises			%
354	Structure and Improvements	32		3.13 %
355	Power Generation Equipment			%
360	Collection Sewers - Force	30		3.33 %
361	Collection Sewers - Gravity	45		2.22 %
362	Special Collecting Structures			%
363	Services to Customers	38		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	18		5.56 %
374	Reuse Distribution Reservoirs			%
375	Reuse Transmission and Distribution System	43		2.33 %
380	Treatment & Disposal Equipment	18		5.56 %
381	Plant Sewers			%
382	Outfall Sewer Lines			%
389	Other Plant / Miscellaneous Equipment	18		5.56 %
390	Office Furniture & Equipment	15		6.67 %
391	Transportation Equipment			%
392	Stores Equipment			%
393	Tools, Shop and Garage Equipment	15		6.67 %
394	Laboratory Equipment	15		6.67 %
395	Power Operated Equipment	12		8.33 %
396	Communication Equipment			%
397	Miscellaneous Equipment	15		6.67 %
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.

ANALYSIS OF ENTRIES IN SEWER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS (1) (e)	TOTAL CREDITS (d + e) (f)
351	Organization	\$ -	\$ -	-	\$ -
352	Franchises				
354	Structure and Improvements	27,536	1,346		1,346
355	Power Generation Equipment				
360	Collection Sewers - Force	58,987	-		
361	Collection Sewers - Gravity	77,031	1,922		1,922
362	Special Collecting Structures				
363	Services to Customers	25,192	732		732
364	Flow Measuring Devices				
365	Flow Measuring Installations				
366	Reuse Services				
367	Reuse Meters and Meter Installations				
370	Receiving Wells				
371	Pumping Equipment	273	58		58
374	Reuse Distribution Reservoirs				
375	Reuse Transmission and Distribution System	1,043	695		695
380	Treatment & Disposal Equipment	325,564	22,694		22,694
381	Plant Sewers				
382	Outfall Sewer Lines				
389	Other Plant / Miscellaneous Equipment	74	147		147
390	Office Furniture & Equipment	4,529	632		632
391	Transportation Equipment				
392	Stores Equipment				
393	Tools, Shop and Garage Equipment		10		10
394	Laboratory Equipment	557	63		63
395	Power Operated Equipment	10,092	1,951		1,951
396	Communication Equipment				
397	Miscellaneous Equipment	499	43		43
398	Other Tangible Plant				
Total Depreciable Wastewater Plant in Service		\$ 531,377	\$ 30,293	\$ -	\$ 30,293

* Specify nature of transaction.

Use () to denote reversal entries.

Note (1): To correct prior years' accrual for computer equipment.

UTILITY NAME: Lake Wales Utility Company, LTD.

SYSTEM NAME / COUNTY: Same

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ANALYSIS OF ENTRIES IN SEWER ACCUMULATED DEPRECIATION (CONT'D)

ACCT. NO. (a)	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) (k)
351	Organization	\$ -	\$ -	\$ -	\$ -	\$ -
352	Franchises					
354	Structure and Improvements					28,882
355	Power Generation Equipment					
360	Collection Sewers - Force					58,987
361	Collection Sewers - Gravity					78,953
362	Special Collecting Structures					
363	Services to Customers					25,924
364	Flow Measuring Devices					
365	Flow Measuring Installations					
366	Reuse Services					
367	Reuse Meters and Meter Installations					
370	Receiving Wells					
371	Pumping Equipment					331
374	Reuse Distribution Reservoirs					
375	Reuse Transmission and Distribution System					1,738
380	Treatment & Disposal Equipment					348,258
381	Plant Sewers					
382	Outfall Sewer Lines					
389	Other Plant / Miscellaneous Equipment					221
390	Office Furniture & Equipment					5,161
391	Transportation Equipment					
392	Stores Equipment					
393	Tools, Shop and Garage Equipment					10
394	Laboratory Equipment					620
395	Power Operated Equipment					12,043
396	Communication Equipment					
397	Miscellaneous Equipment					542
398	Other Tangible Plant					
Total Depreciable Wastewater Plant in Service						\$ 561,670

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT December 31, 2002
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**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WASTEWATER (b)
Balance First of Year		\$ <u>169,536</u>
Add credits during year: Contributions Received From Capacity, Capacity, Main Extension and Customer Connection Charges	S-8(a)	<u>4,764</u>
Contributions received from Developer or Contractor Agreements in cash or property	S-8(b)	<u></u>
Total Credits		<u>4,764</u>
Less debits charged during the year (All debits charged during the year must be explained below)		<u></u>
Total Contributions In Aid of Construction		\$ <u>174,300</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:

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
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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)
Connection fees - Various rates per	1	\$ 407	\$ 407
CIAC tariff	1	714	714
	1	718	718
	4	731	2,925
			-
Total Credits			\$ 4,764

ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 272

DESCRIPTION (a)	WASTEWATER (b)
Balance first of year	\$ 165,578
Debits during year:	
Accruals charged to Account	7,205
Other Debits (specify):	
Total debits	7,205
Credits during year (specify):	
Total credits	
Balance end of year	\$ 172,783

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
 December 31, 2002

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
WASTEWATER SALES				
	Flat Rate Revenues:			
521.1	Residential Revenues	100	107	\$ 179,785
521.2	Commercial Revenues			
521.3	Industrial Revenues			
521.4	Revenues From Public Authorities			
521.5	Multiple Family Revenues			
521.6	Other Revenues			
521	Total Flat Rate Revenues	100	107	179,785
	Measured Revenues:			
522.1	Residential Revenues			
522.2	Commercial Revenues	18	18	27,848
522.3	Industrial Revenues			
522.4	Revenues From Public Authorities			
522.5	Multiple Family Dwelling Revenues (Units)			
522	Total Measured Revenues	118	125	207,633
523	Revenues From Public Authorities			
524	Revenues From Other Systems			
525	Interdepartmental Revenues			
	Total Wastewater Sales	118	125	\$ 207,633
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)			
	Total Other Wastewater Revenues			

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

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
December 31, 2002

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
RECLAIMED WATER SALES				
Flat Rate Reuse Revenues:				
540.1	Residential Reuse Revenues			\$ -
540.2	Commercial Reuse Revenues			
540.3	Industrial Reuse Revenues			
540.4	Reuse Revenues From Public Authorities			
540.5	Other Reuse Revenues			
540	Total Flat Rate Reuse Revenues			
Measured Reuse Revenues:				
541.1	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				\$ 207,633

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

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
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WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 COLLECTION EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)	.3 PUMPING EXPENSES - OPERATIONS (f)	.4 PUMPING EXPENSES - MAINTENANCE (g)	.5 TREATMENT & DISPOSAL EXPENSES - OPERATIONS (h)	.6 TREATMENT & DISPOSAL EXPENSES - MAINTENANCE (i)
701	Salaries and Wages - Employees	\$ 68,051	\$ 17,034	\$ 5,138	\$ 2,187	\$ 9,793	\$ 3,491	\$ 1,482
703	Salaries and Wages - Officers, Directors and Majority Stockholders							
704	Employee Pensions and Benefits	12,844	4,140	142	326	1,611	2,702	2,397
710	Purchased Sewage Treatment							
711	Sludge Removal Expense							
715	Purchased Power	14,448	128		1,201		13,119	
716	Fuel for Power Purchased							
718	Chemicals	1,675				188	1,487	
720	Materials and Supplies	1,885	110	113		166	242	231
731	Contractual Services - Engineering	90	90					
732	Contractual Services - Accounting	6,760						
733	Contractual Services - Legal	636						
734	Contractual Services - Mgt. Fees	16,301						
735	Contractual Services - Testing	5,544			170		1,860	470
736	Contractual Services - Other	4,005		200	250	2,869		129
741	Rental of Building/Real Property	27,950					12,298	
742	Rental of Equipment							
750	Transportation Expense	16,264	2,049	795	3,038	1,277	1,018	953
756	Insurance - Vehicle	2,189				1,651		
757	Insurance - General Liability	6,875	1,748		2,689		1,613	
758	Insurance - Workmens Comp.							
759	Insurance - Other							
760	Advertising Expense							
766	Regulatory Commission Expenses - Amortization of Rate Case Expense							
767	Regulatory Commission Exp -Other							
770	Bad Debt Expense							
775	Miscellaneous Expenses	7,787	300		140	200		100
	Total Wastewater Utility Expenses	\$ 193,304	\$ 25,599	\$ 6,388	\$ 10,001	\$ 17,755	\$ 37,830	\$ 5,762

S-10(a)
 GROUP 1

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
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WASTEWATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	.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	\$ 445	\$ 14,562	\$ 7,839	\$ 4,644	\$ 401	\$ 1,035
703	Salaries and Wages - Officers, Directors and Majority Stockholders						
704	Employee Pensions and Benefits	300	782	444			
710	Purchased Sewage Treatment						
711	Sludge Removal Expense						
715	Purchased Power						
716	Fuel for Power Purchased						
718	Chemicals						
720	Materials and Supplies	85	171	235			532
731	Contractual Services - Engineering		6,760				
732	Contractual Services - Accounting		636				
733	Contractual Services - Legal		16,301				
734	Contractual Services - Mgt. Fees			761		2,283	
735	Contractual Services - Testing		22	360			
736	Contractual Services - Other	85			90		3,354
741	Rental of Building/Real Property						
742	Rental of Equipment						
750	Transportation Expense	1,411	1,912	1,587	362	541	1,321
756	Insurance - Vehicle					538	
757	Insurance - General Liability				825		
758	Insurance - Workmens Comp.						
759	Insurance - Other						
760	Advertising Expense						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense						
767	Regulatory Commission Exp.-Other						
770	Bad Debt Expense						
775	Miscellaneous Expenses	83	6,964				
	Total Wastewater Utility Expenses	\$ 2,409	\$ 48,110	\$ 11,226	\$ 5,921	\$ 16,061	\$ 6,242

S-10(b)
 GROUP 1

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

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CALCULATION OF THE WASTEWATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	107	107
5/8"	Displacement	1.0	6	6
3/4"	Displacement	1.5		
1"	Displacement	2.5	5	13
1 1/2"	Displacement or Turbine	5.0	2	10
2"	Displacement, Compound or Turbine	8.0	5	40
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				176

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

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:	$(\frac{46,531,000}{\text{(total gallons treated)}} / 365 \text{ days}) / 125(1) \text{ gpd} =$	1,020
Note (1): Established by engineer		

UTILITY NAME: Lake Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
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WASTEWATER TREATMENT PLANT INFORMATION
 Provide a separate sheet for each wastewater treatment facility

Permitted Capacity	200,000		
Basis of Permit Capacity (1)	Avg Daily Flow		
Manufacturer	Walker Process		
Type (2)	Contact Stabilization		
Hydraulic Capacity	500,000		
Average Daily Flow	127,482		
Total Gallons of Wastewater Treated	46,531,000		
Method of Effluent Disposal	<u>Limited access</u> Spray field		

- (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 Wales Utility Company, LTD.
 SYSTEM NAME / COUNTY: Same

YEAR OF REPORT
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OTHER WASTEWATER SYSTEM INFORMATION

Furnish information below for each system. A separate page should be supplied where necessary.	
1. Present ERC's * that system can efficiently serve.	<u>1,020</u>
2. Maximum number of ERC's * which can be served.	<u>1,020</u>
3. Present system connection capacity (in ERC's *) using existing lines.	<u>1,020</u>
4. Future system connection capacity (in ERC's *) upon service area buildout.	<u>1,020</u>
5. Estimated annual increase in ERC's * .	<u>Minimal - Service area is essentially built-out.</u>
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.	<u>None</u>
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.	<u>Lakehaven Utility Associates , LTD (limited access spray field)</u>
8. If the utility does not engage in reuse, has a reuse feasibility study been completed?	<u>N/A</u>
If so, when?	<u>N/A</u>
9. Has the utility been required by the DEP or water management district to implement reuse?	<u>No</u>
If so, what are the utility's plans to comply with the DE	<u>N/A</u>
10. When did the company last file a capacity analysis report with the DEP?	<u>JUNE, 1998</u>
11. If the present system does not meet the requirements of DEP rules:	
a. Attach a description of the plant upgrade necessary to meet the DEP rules.	<u>N/A</u>
b. Have these plans been approved by DEP?	<u>N/A</u>
c. When will construction begin?	<u>N/A</u>
d. Attach plans for funding the required upgrading.	<u>N/A</u>
e. Is this system under any Consent Order of the DEP?	<u>N/A</u>
11. Department of Environmental Protection ID #	<u>FLA110434</u>

* An ERC is determined based on the calculation on the bottom of Page S-11