

**CLASS "A" OR "B"**

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

**ANNUAL REPORT**

OF

WU193-05-AR  
Placid Lakes Utilities, Inc.  
410 Washington Blvd., NW  
Lake Placid, FL 33852-6779

Submitted To The

STATE OF FLORIDA



RECEIVED  
FLORIDA PUBLIC SERVICE  
COMMISSION  
06 MAR 31 PM 3:13  
DIVISION OF  
ECONOMIC REGULATION

**PUBLIC SERVICE COMMISSION**

FOR THE

YEAR ENDED DECEMBER 31, 2005

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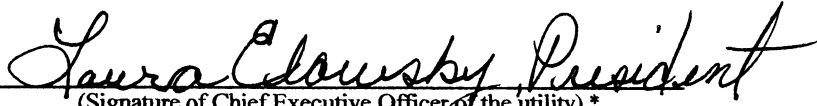
# **EXECUTIVE SUMMARY**

**CERTIFICATION OF ANNUAL REPORT**


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

- |  |                                |  |
|--|--------------------------------|--|
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.   |
| YES<br><input checked="" type="checkbox"/> | NO<br><input type="checkbox"/> | 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.   |
| YES<br><input checked="" type="checkbox"/> | NO<br><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<br><input checked="" type="checkbox"/> | NO<br><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.
X	X	X	X

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

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

  
 (Signature of Chief Financial Officer of the utility) \*

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

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

ANNUAL REPORT OF

YEAR OF REPORT  
December 31, 2005

PLACID LAKED UTILITIES, INC.  
(Exact Name of Utility)

County: HIGHLANDS

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

410 Washington Boulevard NW  
Lake Placid, FL 33852

Telephone: (863) 465-0345

E Mail Address: plcomm@earthlink.net

WEB Site:

Sunshine State One-Call of Florida, Inc. Member Number PL1020

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

Peggy Ann Brewer  
410 Washington Blvd. NW  
Lake Placid, FL 33852

Telephone: (863) 465-0345

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

410 Washington Blvd. NW  
Lake Placid, FL 33852

Telephone: (863) 465-0345

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

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Date of original organization of the utility: June 11, 1970

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.	LAKE PLACID HOLDING COMPANY	100%
2.	_____	_____
3.	_____	_____
4.	_____	_____
5.	_____	_____
6.	_____	_____
7.	_____	_____
8.	_____	_____
9.	_____	_____
10.	_____	_____

UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31,2005
---

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

<b>NAME OF COMPANY REPRESENTATIVE (1)</b>	<b>TITLE OR POSITION (2)</b>	<b>ORGANIZATIONAL UNIT TITLE (3)</b>	<b>USUAL PURPOSE FOR CONTACT WITH FPSC</b>
KEN HOFFMAN	ATTORNEY	RUTLEDGE, ECENIA, ET AL	850-681-6788 LEGAL
JOHN GUASTELLA	ENGINEER	GUSTELLA & ASSOCIATES	561-747-9867 RATE CASE
PAM BREWER	VICE PRESIDENT SECRETARY	PLACID LAKES UTILITIES	FINANCIAL REPORTING
LARRY P KING	CPA	LARRY P KING, CPA	FINANCIAL REPORTING

- (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.

Placid Lakes Utilities, Inc. serves the subdivision of Placid Lakes. Our goal is to provide quality service and the best quality of water to our customers. Mr. Roland Tobler, the company president, passed away in September. Laura Elowsky, Roland's daughter, has stepped forward to continue the job her father has done for the company. Growth continues in our area with 123 new services this past year. This is a 20% increase over 2004. Therefore, we continue to anticipate growth at the rate of 100 new services per year. In June, Scott Hutchins, Vice President, retired after almost 30 years of service. We have contracted Pugh Utilities Service to cover the licensed operation of the plant. Pugh Utilities Service has covered the plant for Scott in the past and has extensive knowledge of the plant. The valve location and flushing programs are progressing. Locates have also increased and require a substantial amount of our employees time.



UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2005
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**PARENT / AFFILIATE ORGANIZATION CHART**

Current as of \_\_\_\_\_

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).

	Parent Company LAKE PLACID HOLDING COMPANY	
PLACID LAKES UTILITIES, INC. Subsidiary		MARKETING ASSOCIATES GROUP Subsidiary

UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31,2005
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**COMPENSATION OF OFFICERS**

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.			
NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF THE UTILITY (c)	OFFICERS' COMPENSATION (d)
LAURA ELOWSKY	PRESIDENT	5	\$ _____
PEGGY ANN BREWER	VICE PRES/ SECRETARY	70	10,000
LARRY P KING	TREASURER	25	_____
		_____	_____
		_____	_____
		_____	_____
		_____	_____
		_____	_____
		_____	_____

**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)
LAURA ELOWSKY	DIRECTOR	12	\$ _____ 0
PEGGY ANN BREWER	DIRECTOR	12	0
LARRY P KING	DIRECTOR	12	0
		_____	_____
		_____	_____
		_____	_____
		_____	_____
		_____	_____
		_____	_____



UTILITY NAME: **PLACID LAKED UTILITIES, INC.**

**YEAR OF REPORT**  
December 31,2005

**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 (a)	PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
LAURA ELOWSKY	PRESIDENT	LAKE PLACID HOLDING COMPANY	410 WASHINGTON BLVD. NW LP,FL
PEGGY ANN BREWER	VICE PRES/ SECRETARY	LAKE PLACID HOLDING COMPANY	410 WASHINGTON BLVD. NW LP,FL
LARRY P KING	OWNER	LARRY P KING CPA	PO BOX 780459 ORLANDO,FL 32878

YEAR OF REPORT

December 31, 2005

UTILITY NAME: PLACID LAKE UTILITIES, INC.

BUSINESSES WHICH ARE A BY-PRODUCT, COPRODUCT OR JOINT-PRODUCT  
 RESULT OF PROVIDING WATER 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.

	ASSETS		REVENUES		EXPENSES	
	BOOK COST OF ASSETS (b)	ACCOUNT NUMBER (c)	REVENUES GENERATED (d)	ACCOUNT NUMBER (e)	EXPENSES INCURRED (f)	ACCOUNT NUMBER (g)
N/A	\$		\$		\$	

UTILITY NAME: PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31,2005

**BUSINESS TRANSACTIONS WITH RELATED PARTIES**

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

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

1. Enter in this part all transactions involving services and products received or provided.

2. Below are some types of transactions to include:

- 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 (S)old (d)	AMOUNT (e)
Lake Placid Holding Co	Management	1/1/05 to 12/31/05	P	\$ 31500
Lake Placid Holding Co	Barn Storage Rent	1/1/05 to 12/31/05	P	11700
Lake Placid Holding Co	Office Rent	1/1/05 to 12/31/05	P	6019

UTILITY NAME: PLACID LAKE 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)
		\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____

# **FINANCIAL SECTION**



UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31,2005
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**COMPARATIVE BALANCE SHEET**  
**ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>UTILITY PLANT</b>				
101-106	Utility Plant	F-7	\$ 2,276,494	\$ 2,430,547
108-110	Less: Accumulated Depreciation and Amortization	F-8	823,196	895,798
Net Plant			\$ 1,453,298	\$ 1,534,749
114-115	Utility Plant Acquisition adjustment (Net)	F-7		
116 *	Other Utility Plant Adjustments			
Total Net Utility Plant			\$ 1,453,298	\$ 1,534,749
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-9	\$ 55,553	\$ 55,553
122	Less: Accumulated Depreciation and Amortization		-36,663	-38,885
Net Nonutility Property			\$ 18,890	\$ 16,668
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			\$ 18,890	\$ 16,668
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		\$ 63,025	\$ 61,199
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 Uncollectible Accounts	F-11	53,142	53,765
145	Accounts Receivable from Associated Companies	F-12		
146	Notes Receivable from Associated Companies	F-12		
151-153	Material and Supplies		43,185	58,803
161	Stores Expense			
162	Prepayments		17,282	11,161
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			\$ 176,634	\$ 184,928

\* Not Applicable for Class B Utilities

UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2005
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**COMPARATIVE BALANCE SHEET**  
**ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>DEFERRED DEBITS</b>				
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	29,121	11,100
187 *	Research & Development Expenditures		_____	_____
190	Accumulated Deferred Income Taxes		_____	_____
Total Deferred Debits			\$ <u>29,121</u>	\$ <u>11,100</u>
<b>TOTAL ASSETS AND OTHER DEBITS</b>			\$ <u><u>1,677,943</u></u>	\$ <u><u>1,747,445</u></u>

\* Not Applicable for Class B Utilities

**NOTES TO THE BALANCE SHEET**

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

UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31,2005
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**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>EQUITY CAPITAL</b>				
201	Common Stock Issued	F-15	\$ 500	\$ 500
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		1,342,285	1,342,285
212	Discount On Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-16	-1,568,947	-1,611,079
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			\$ -226,162	\$ -268,294
<b>LONG TERM DEBT</b>				
221	Bonds	F-15		
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17	983,518	1,036,686
224	Other Long Term Debt	F-17	12,927	9,480
Total Long Term Debt			\$ 996,445	\$ 1,046,166
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable		4,434	13,803
232	Notes Payable	F-18		
233	Accounts Payable to Associated Companies	F-18		
234	Notes Payable to Associated Companies	F-18		
235	Customer Deposits		17,633	16,513
236	Accrued Taxes	W/S-3	2,316	
237	Accrued Interest	F-19	142,475	23,208
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20		
Total Current & Accrued Liabilities			\$ 166,858	\$ 53,524

\* Not Applicable for Class B Utilities

UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31,2005
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**COMPARATIVE BALANCE SHEET  
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
<b>DEFERRED CREDITS</b>				
251	Unamortized Premium On Debt	F-13	\$ _____	\$ _____
252	Advances For Construction	F-20	_____	82,501
253	Other Deferred Credits	F-21	_____	_____
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits			\$ <u>_____</u>	\$ <u>82,501</u>
<b>OPERATING RESERVES</b>				
261	Property Insurance Reserve		\$ _____	\$ _____
262	Injuries & Damages Reserve		_____	_____
263	Pensions and Benefits Reserve		_____	_____
265	Miscellaneous Operating Reserves		_____	_____
Total Operating Reserves			\$ <u>_____</u>	\$ <u>_____</u>
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>				
271	Contributions in Aid of Construction	F-22	\$ 1,309,506	\$ 1,442,879
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	-568,704	-609,331
Total Net C.I.A.C.			\$ <u>740,802</u>	\$ <u>833,548</u>
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$ _____	\$ _____
282	Accumulated Deferred Income Taxes - Liberalized Depreciation		_____	_____
283	Accumulated Deferred Income Taxes - Other		_____	_____
Total Accumulated Deferred Income Tax			\$ <u>_____</u>	\$ <u>_____</u>
<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>			\$ <u>1,677,943</u>	\$ <u>1,747,445</u>

UTILITY NAME: PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**

December 31, 2005

**COMPARATIVE OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR * (e)
<b>UTILITY OPERATING INCOME</b>				
400	Operating Revenues	F-3(b)	\$ 530,952	\$ 542,545
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)	35,600	46,582
Net Operating Revenues			\$ 495,352	\$ 495,963
401	Operating Expenses	F-3(b)	\$ 392,863	370,625
403	Depreciation Expense:	F-3(b)	\$ 70,084	\$ 82,647
	Less: Amortization of CIAC	F-22	35,813	40,627
Net Depreciation Expense			\$ 34,271	\$ 42,020
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	62,127	66,852
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			\$ 489,261	\$ 479,497
Net Utility Operating Income			\$ 6,091	\$ 16,466
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	35,600	43,582
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)]			\$ 41,691	\$ 63,048

\* 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)
\$ <u>542,545</u> <u>-46,582</u>	\$ _____	\$ _____
\$ <u>495,963</u>	\$ _____	\$ _____
\$ <u>370,625</u>	\$ _____	\$ _____
<u>82,647</u> <u>40,627</u>	<u>0</u>	_____
\$ <u>42,020</u>	\$ _____	\$ _____
_____ _____ <u>66,852</u> _____ _____ _____ _____	_____ _____ _____ _____ _____ _____ _____	_____ _____ _____ _____ _____ _____ _____
\$ <u>479,497</u>	\$ _____	\$ _____
\$ <u>16,466</u>	\$ _____	\$ _____
<u>46,582</u> _____ _____	_____ _____ _____	_____ _____ _____
\$ <u>63,048</u>	\$ _____	\$ _____

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

UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2005
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**COMPARATIVE OPERATING STATEMENT (Cont'd)**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
Total Utility Operating Income [from page F-3(a)]			\$ 41,691	\$ 63,048
<b>OTHER INCOME AND DEDUCTIONS</b>				
415	Revenues-Merchandising, Jobbing, and Contract Deductions		\$ _____	\$ _____
416	Costs & Expenses of Merchandising Jobbing, and Contract Work		_____	_____
419	Interest and Dividend Income		23,068	_____
421	Nonutility Income		13,691	18,020
426	Miscellaneous Nonutility Expenses		-15,487	-15,214
Total Other Income and Deductions			\$ 21,272	\$ 2,806
<b>TAXES APPLICABLE TO OTHER INCOME</b>				
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			\$ _____	\$ _____
<b>INTEREST EXPENSE</b>				
427	Interest Expense	F-19	\$ 114,902	\$ 107,985
428	Amortization of Debt Discount & Expense	F-13	_____	_____
429	Amortization of Premium on Debt	F-13	_____	_____
Total Interest Expense			\$ 114,902	\$ 107,985
<b>EXTRAORDINARY ITEMS</b>				
433	Extraordinary Income		\$ _____	\$ _____
434	Extraordinary Deductions		_____	_____
409.30	Income Taxes, Extraordinary Items		_____	_____
Total Extraordinary Items			\$ _____	\$ _____
<b>NET INCOME</b>			<u>\$ -51,939</u>	<u>\$ -42,131</u>

Explain Extraordinary Income:

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UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2005
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**SCHEDULE OF YEAR END RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	WASTEWATER UTILITY (e)
101	Utility Plant In Service	F-7	\$ 2,430,547	\$
	Less:			
	Nonused and Useful Plant (1)		373,632	
108	Accumulated Depreciation	F-8	895,798	0
110	Accumulated Amortization	F-8		0
271	Contributions In Aid of Construction	F-22	1,442,879	0
252	Advances for Construction	F-20	82,501	
Subtotal			\$ -364,263	\$
	Add:			
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	609,331	0
Subtotal			\$ 245,068	\$
	Plus or Minus:			
114	Acquisition Adjustments (2)	F-7		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7		
	Working Capital Allowance (3)		44,475	
	Other (Specify):			
	_____			
	_____			
	_____			
RATE BASE			\$ <u>289,543</u>	\$
NET UTILITY OPERATING INCOME			\$ <u>16,466</u>	\$
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			<u>5.69%</u>	\$

**NOTES :**

- (1)           ogy used in the last rate proceeding.
- (2)           s that have been approved by the Commission.
- (3)            with last rate proceeding.

          s, Class A utilities will use the Balance Sheet Method and One-eighth Operating and Maintenance Expense Method.



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

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (2) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (3) (d)	WEIGHTED COST (c x d) (e)
Common Equity	\$ -251,626	0.00%	10.93%	0.00%
Preferred Stock				
Long Term Debt	1,006,184	100.00%	10.50%	10.50%
Customer Deposits				
Tax Credits - Zero Cost				
Tax Credits - Weighted Cost				
Deferred Income Taxes				
Other (Explain)				
Total	\$ <u>754,558</u>	<u>100.00%</u>		<u>10.50%</u>

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

\_\_\_\_\_

\_\_\_\_\_

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

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

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

**APPROVED RETURN ON EQUITY**

Current Commission Return on Equity: <u>10.50%</u>  Commission order approving Return on Equity: _____
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**APPROVED AFUDC RATE**

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

Current Commission Approved AFUDC rate: _____  Commission order approving AFUDC rate: _____
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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:** PLACID LAKE UTILITIES, INC.

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

<b>CLASS OF CAPITAL (a)</b>	<b>PER BOOK BALANCE (b)</b>	<b>NON-UTILITY ADJUSTMENTS (c)</b>	<b>NON-JURISDICTIONAL ADJUSTMENTS (d)</b>	<b>OTHER (1) ADJUSTMENTS SPECIFIC (e)</b>	<b>OTHER (1) ADJUSTMENTS PRO RATA (f)</b>	<b>CAPITAL STRUCTURE (g)</b>
Common Equity	\$ -268294	\$ 16668	\$	\$	\$	\$ -251626
Preferred Stock						
Long Term Debt	1046166	-39982				1006184
Customer Deposits						
Tax Credits - Zero Cost						
Tax Credits - Weighted Cost						
Deferred Inc. Taxes						
Other (Explain)						
<b>Total</b>	<b>\$ 777872</b>	<b>\$ -23314</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$ 754558</b>

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

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UTILITY NAME: PLACID LAKED UTILITIES, INC.

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**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	\$ 2,430,547	\$ _____	\$ _____	\$ 2,430,547
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	_____	_____	_____	_____
	Total Utility Plant	\$ <u>2,430,547</u>	\$ <u>_____</u>	\$ <u>_____</u>	\$ <u>2,430,547</u>

**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	\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
	Total Plant Acquisition Adjustments	\$ _____	\$ _____	\$ _____	\$ _____
115	Accumulated Amortization	\$ _____	\$ _____	\$ _____	\$ _____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
	Total Accumulated Amortization	\$ _____	\$ _____	\$ _____	\$ _____
	Net Acquisition Adjustments	\$ <u>_____</u>	\$ <u>_____</u>	\$ <u>_____</u>	\$ <u>_____</u>

UTILITY NAME: PLACID LAKED UTILITIES, INC.

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

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
<b>ACCUMULATED DEPRECIATION</b>				
Account 108				
Balance first of year	\$ 823,196	\$	\$	\$ 823,196
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$ 82,647	\$	\$	\$ 82,647
Account 108.2 (2)	_____	_____	_____	_____
Account 108.3 (2)	_____	_____	_____	_____
Other Accounts (specify):	_____	_____	_____	_____
_____	_____	_____	_____	_____
Salvage	_____	_____	_____	_____
Other Credits (Specify):	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Credits	\$ 82,647	\$	\$	\$ 82,647
Debits during year:				
Book cost of plant retired	-10,045	_____	_____	-10,045
Cost of Removal	_____	_____	_____	_____
Other Debits (specify):	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Debits	\$ -10,045	\$	\$	\$ -10,045
Balance end of year	\$ <u>895,798</u>	\$ <u>          </u>	\$ <u>          </u>	\$ <u>895,798</u>
<b>ACCUMULATED AMORTIZATION</b>				
Account 110				
Balance first of year	\$	\$	\$	\$
Credit 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	\$ <u>          </u>	\$ <u>          </u>	\$ <u>          </u>	\$ <u>          </u>

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

UTILITY NAME: PLACID LAKE UTILITIES, INC.

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

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	CHARGED OFF DURING YEAR	
		ACCT. (d)	AMOUNT (e)
PSC-0011621-WU                      25%PER ORDER	\$ _____	666	\$ _____ 11,100
Total	\$ _____	666	\$ _____ 11,100

**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)
WASTEWATER TREATMENT PLANT	\$ _____ 55,553	\$ _____	\$ _____	\$ _____ 55,553
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
Total Nonutility Property	\$ _____ 55,553	\$ _____	\$ _____	\$ _____ 55,553

**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):	\$ _____
_____	_____
_____	_____
Total Special Deposits	\$ _____
OTHER SPECIAL DEPOSITS (Account 133):	\$ _____
_____	_____
_____	_____
Total Other Special Deposits	\$ _____

UTILITY NAME: PLACID LAKED UTILITIES, INC.

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**INVESTMENTS AND SPECIAL FUNDS**  
**ACCOUNTS 123 - 127**

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

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (Account 123): _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Investment in Associated Companies		\$ _____
UTILITY INVESTMENTS (Account 124): _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Utility Investment		\$ _____
OTHER INVESTMENTS (Account 125): _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Other Investment		\$ _____
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): _____ _____ _____ _____ _____		\$ _____ _____ _____ _____ _____
Total Special Funds		\$ _____

UTILITY NAME: PLACID LAKED UTILITIES, INC.

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**ACCOUNTS AND NOTES RECEIVABLE - NET**  
**ACCOUNTS 141 - 144**

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

DESCRIPTION (a)		TOTAL (b)
ACCOUNTS RECEIVABLE (Account 141):		
Water	\$ 53,765	
Wastewater	_____	
Other	_____	
Total Customer Accounts Receivable		\$ 53,765
OTHER ACCOUNTS RECEIVABLE (Account 142):		
_____	\$ _____	
_____	_____	
_____	_____	
Total Other Accounts Receivable		\$ _____
NOTES RECEIVABLE (Account 144):		
_____	\$ _____	
_____	_____	
_____	_____	
Total Notes Receivable		\$ _____
Accounts and Notes Receivable		\$ <u>53,765</u>
DEFERRED 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	\$ _____	
Accounts written off during year:		
Utility Accounts	_____	
Others	_____	
_____	_____	
_____	_____	
Total accounts written off	\$ _____	
Balance end of year		\$ _____
<b>TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET</b>		<b>\$ <u>53,765</u></b>

UTILITY NAME: PLACID LAKED UTILITIES, INC.

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**ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES**

**ACCOUNT 145**

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
	\$ _____
	\$ _____
	\$ _____
	\$ _____
	\$ _____
	\$ _____
	\$ _____
	\$ _____
	\$ _____
Total	\$ _____

**NOTES RECEIVABLE FROM ASSOCIATED COMPANIES**

**ACCOUNT 146**

Report each note receivable from associated companies separately.

DESCRIPTION (a)	INTEREST RATE (b)	TOTAL (c)
	_____ %	\$ _____
	_____ %	\$ _____
	_____ %	\$ _____
	_____ %	\$ _____
	_____ %	\$ _____
	_____ %	\$ _____
	_____ %	\$ _____
	_____ %	\$ _____
	_____ %	\$ _____
Total		\$ _____

**MISCELLANEOUS CURRENT AND ACCRUED ASSETS**

**ACCOUNT 174**

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



UTILITY NAME: PLACID LAKED UTILITIES, INC.

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**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): _____ _____ _____	\$ _____ _____ _____	\$ _____ _____ _____
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)
_____ _____ _____	\$ _____ _____ _____
Total Extraordinary Property Losses	\$ _____

UTILITY NAME: PLACID LAKED UTILITIES, INC.

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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)  PSC-0011621-WU	\$ 22,200	\$ 11,100
Total Deferred Rate Case Expense	\$ 22,200	\$ 11,100
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):  Non-Recurring Accounting	\$ 6,921	\$ 0
Total Other Deferred Debits	\$ 6,921	\$ 0
REGULATORY ASSETS (Class A Utilities: Account. 186.3):	\$	\$
Total Regulatory Assets	\$	\$
TOTAL MISCELLANEOUS DEFERRED DEBITS	\$ 29,121	\$ 11,100

UTILITY NAME: PLACID LAKED UTILITIES, INC.

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

DESCRIPTION (a)	RATE (b)	TOTAL (c)
<b>COMMON STOCK</b>		
Par or stated value per share	%	\$ 1
Shares authorized		500
Shares issued and outstanding		500
Total par value of stock issued	%	\$ 500
Dividends declared per share for year	%	\$
<b>PREFERRED STOCK</b>		
Par or stated value per share	%	\$
Shares authorized		
Shares issued and outstanding		
Total par value of stock issued	%	\$
Dividends declared per share for year	%	\$

\* Account 204 not applicable for Class B utilities.

**BONDS  
ACCOUNT 221**

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

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

UTILITY NAME: PLACID LAKED UTILITIES, INC.

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**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	\$ -1,568,948
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	\$ -42,131
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	\$ -1,611,079
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end): _____	_____
214	Total Appropriated Retained Earnings	\$ _____
Total Retained Earnings		\$ <u>-1,611,079</u>
Notes to Statement of Retained Earnings:		



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**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): <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>	% % % % % % % % % %		\$ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____
Total Account 232			\$ _____
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234): <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/> <hr/>	% % % % % % % % % %		\$ _____ _____ _____ _____ _____ _____ _____ _____ _____ _____
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 NAME: PLACID LAKE 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					
Lake Placid Holding Company-Plant Expansion Loan	\$ 14,216	427	\$ 42,636	\$ 40,638	\$ 16,214
Lake Placid Holding Company - Line Extension Loan	5,056	427	16,287	14,349	6,994
Lake Placid Holding Company - Operating Loan	105,585	427	48,219	153,804	0
Lake Placid Holding Company-Truck Loan	0	427	603	603	0
Lake Placid Holding Company-Wastewater	17,618	426	3,866	21,484	0
Total Account 237.1	\$ 142,475		\$ 111,611	\$ 230,878	\$ 23,208
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities					
Customer Deposits	\$	427	\$ 240	\$ 240	\$
Total Account 237.2	\$		\$ 240	\$	\$
Total Account 237 (1)	\$ 145,401		\$ 111,851	\$ 231,118	\$ 23,208
INTEREST EXPENSED:					
Total accrual Account 237		237	\$ 111,851		(1) Must agree to F-2 (a), Beginning and Ending Balance of Accrued Interest.
Less Capitalized Interest Portion of AFUDC:			3,866		(2) Must agree to F-3 (c), Current Year Interest Expense
Less Interest Charged to Acc 426					
Net Interest Expensed to Account No. 427 (2)			\$ 107,985		





UTILITY NAME: PLACID LAKED UTILITIES, INC.

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

UTILITY NAME: PLACID LAKED UTILITIES, INC.

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**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>1,309,506</u>	\$ _____	\$ _____	\$ <u>1,309,506</u>
Add credits during year:	\$ <u>133,373</u>	\$ _____	\$ _____	\$ <u>133,373</u>
Less debit charged during the year	\$ _____	\$ _____	\$ _____	\$ _____
Total Contribution In Aid of Construction	\$ <u><u>1,442,879</u></u>	\$ <u><u>          </u></u>	\$ <u><u>          </u></u>	\$ <u><u>1,442,879</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>568,704</u>	\$ _____	\$ _____	\$ <u>568,704</u>
Debits during the year:	\$ <u>40,627</u>	\$ _____	\$ _____	\$ <u>40,627</u>
Credits during the year	\$ _____	\$ _____	\$ _____	\$ _____
Total Accumulated Amortization of Contributions In Aid of Construction	\$ <u><u>609,331</u></u>	\$ <u><u>          </u></u>	\$ <u><u>          </u></u>	\$ <u><u>609,331</u></u>

UTILITY NAME: PLACID LAKED UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2005
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**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)	\$ -42,131
Reconciling items for the year:		
Taxable income not reported on books:		
CIAC Collections		92,745
_____		_____
_____		_____
_____		_____
Deductions recorded on books not deducted for return:		
_____		_____
_____		_____
_____		_____
Income recorded on books not included in return:		
_____		_____
_____		_____
_____		_____
Deduction on return not charged against book income:		
Tax Depreciation over books		-15,063
_____		_____
_____		_____
Federal tax net income		\$ <u>35,551</u>

Computation of tax :

**WATER  
OPERATION  
SECTION**

UTILITY NAME:

PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2005

### 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
<u>PLACID LAKES UTILITIES, INC./HIGHLANDS</u>	<u>WU 193 28 401 W</u>	

UTILITY NAME: PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2005

SYSTEM NAME / COUNTY : HIGHLANDS

**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)	\$ 2,430,547
	Less:		
	Nonused and Useful Plant (1)		373,632
108	Accumulated Depreciation	W-6(b)	895,798
110	Accumulated Amortization		
271	Contributions In Aid of Construction	W-7	1,442,879
252	Advances for Construction	F-20	82,501
Subtotal			\$ -364,263
	Add:		
272	Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 609,331
Subtotal			\$ 245,068
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	
115	Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		44,475
	Other (Specify):		
WATER RATE BASE			\$ 289,543
WATER OPERATING INCOME		W-3	\$ 16,466
ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)			<u>5.69%</u>

NOTES : Policy used in the last rate proceeding.

ion Adjustments that have been approved by the Commission.

ation consistent with last rate proceeding.

a rate proceeding, Class A utilities will use the Balance Sheet Method and  
ies will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2005

SYSTEM NAME / COUNTY : HIGHLANDS

**WATER OPERATING STATEMENT**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
<b>UTILITY OPERATING INCOME</b>			
400	Operating Revenues	W-9	\$ 542,545
469	Less: Guaranteed Revenue and AFPI	W-9	-46,582
Net Operating Revenues			\$ 495,963
401	Operating Expenses	W-10(a)	\$ 370,625
403	Depreciation Expense	W-6(a)	82,647
	Less: Amortization of CIAC	W-8(a)	40,627
Net Depreciation Expense			\$ 42,020
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		27,600
408.11	Property Taxes		23,629
408.12	Payroll Taxes		13,873
408.13	Other Taxes and Licenses		1,750
408	Total Taxes Other Than Income		\$ 66,852
409.1	Income Taxes		
410.10	Deferred Federal Income Taxes		
410.11	Deferred State Income Taxes		
411.10	Provision for Deferred Income Taxes - Credit		
412.10	Investment Tax Credits Deferred to Future Periods		
412.11	Investment Tax Credits Restored to Operating Income		
Utility Operating Expenses			\$ 479,497
Utility Operating Income			\$ 16,466
469	Add Back: Guaranteed Revenue (and AFPI)	W-9	\$ 46,582
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			\$ 63,048

**YEAR OF REPORT**  
December 31, 2005

**UTILITY NAME:** PLACID LAKE UTILITIES, INC.

**SYSTEM NAME / COUNTY:** HIGHLANDS

**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	1,000			1,000
304	Structures and Improvements	70,635			70,635
305	Collecting and Impounding Reservoirs	32,429			32,429
306	Lake, River and Other Intakes				
307	Wells and Springs	113,124			113,124
308	Infiltration Galleries and Tunnels				
309	Supply Mains	48,851			48,851
310	Power Generation Equipment	64,185	6,709		70,894
311	Pumping Equipment	126,189			126,189
320	Water Treatment Equipment	20,675			20,675
330	Distribution Reservoirs and Standpipes	259,304			259,304
331	Transmission and Distribution Mains	1,075,277	55,099		1,130,377
333	Services	96,526	50,443		146,969
334	Meters and Meter Installations	242,284	41,387	-4,641	279,030
335	Hydrants	32,339			32,339
336	Backflow Prevention Devices				
339	Other Plant Miscellaneous Equipment	1,671			1,671
340	Office Furniture and Equipment	25,275	4,050		29,325
341	Transportation Equipment	36,707	6,266	-5,404	37,569
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	5,330			5,330
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment	3,429	142		3,571
347	Miscellaneous Equipment	21,264			21,264
348	Other Tangible Plant				
	<b>TOTAL WATER PLANT</b>	\$ 227,6494	\$ 164,096	\$ -10045	\$ 2430546

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



**YEAR OF REPORT**  
December 31, 2005

UTILITY NAME: **PLACID LAKE UTILITIES, INC.**

SYSTEM NAME / COUNTY: **HIGHLANDS**

**WATER UTILITY PLANT MATRIX**

ACCT. NO.	ACCOUNT NAME	CURRENT YEAR	.1 INTANGIBLE PLANT	.2 SOURCE OF SUPPLY AND PUMPING PLANT	.3 WATER TREATMENT PLANT	.4 TRANSMISSION AND DISTRIBUTION PLANT	.5 GENERAL PLANT
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
301	Organization	\$	\$	\$	\$	\$	\$
302	Franchises						
303	Land and Land Rights	1,000			1,000		
304	Structures and Improvements	70,635			70,635		
305	Collecting and Impounding Reservoirs	32,429		32,429			
306	Lake, River and Other Intakes						
307	Wells and Springs	113,124		113,124			
308	Infiltration Galleries and Tunnels						
309	Supply Mains	48,851		48,851			
310	Power Generation Equipment	70,894		70,894			
311	Pumping Equipment	126,189		126,189			
320	Water Treatment Equipment	20,675			20,675		
330	Distribution Reservoirs and Standpipes	259,304				259,304	
331	Transmission and Distribution Mains	1,130,377				1,130,376	
333	Services	146,969				146,969	
334	Meters and Meter Installations	279,030				279,030	
335	Hydrants	32,339				32,339	
336	Backflow Prevention Devices						
339	Other Plant Miscellaneous Equipment	1,671		1,671			
340	Office Furniture and Equipment	29,325					29,325
341	Transportation Equipment	37,569					37,569
342	Stores Equipment						
343	Tools, Shop and Garage Equipment	5,330					5,330
344	Laboratory Equipment						
345	Power Operated Equipment						
346	Communication Equipment	3,571					3,571
347	Miscellaneous Equipment	21,264					21,264
348	Other Tangible Plant						
	TOTAL WATER PLANT	\$ 2430546	\$	\$ 393158	\$ 92310	\$ 1848018	\$ 97059

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

UTILITY NAME:

PLACID LAKE UTILITIES, INC.

**YEAR OF REPORT**

December 31, 2005

SYSTEM NAME / COUNTY :

HIGHLANDS

**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	32		3.13%
305	Collecting and Impounding Reservoirs	50		2.00%
306	Lake, River and Other Intakes			
307	Wells and Springs	30		3.33%
308	Infiltration Galleries and Tunnels			
309	Supply Mains	35		2.86%
310	Power Generation Equipment	20		5.00%
311	Pumping Equipment	20		5.00%
320	Water Treatment Equipment	22		4.55%
330	Distribution Reservoirs and Standpipes	37		2.70%
331	Transmission and Distribution Mains	43		2.33%
333	Services	40		2.50%
334	Meters and Meter Installations	15		6.67%
335	Hydrants	45		2.22%
336	Backflow Prevention Devices			
339	Other Plant Miscellaneous Equipment	18		5.56%
340	Office Furniture and Equipment	15		6.67%
341	Transportation Equipment	6		16.67%
342	Stores Equipment			
343	Tools, Shop and Garage Equipment	16		6.25%
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	10		10.00%
347	Miscellaneous Equipment	15		6.67%
348	Other Tangible Plant			
Water Plant Composite Depreciation Rate *		31		3.20%

\* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

**YEAR OF REPORT**  
December 31, 2005

UTILITY NAME: PLACID LAKE UTILITIES, INC.

SYSTEM NAME / COUNTY: HIGHLANDS

**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	\$ 39,558	\$ 2,207	\$	\$ 2,207
305	Collecting and Impounding Reservoirs	21,385	649		649
306	Lake, River and Other Intakes				
307	Wells and Springs	39,865	3,771		3,771
308	Infiltration Galleries and Tunnels				
309	Supply Mains	10,471	1,396		1,396
310	Power Generation Equipment	122	3,377		3,377
311	Pumping Equipment	37,209	6,309		6,309
320	Water Treatment Equipment	15,821	940		940
330	Distribution Reservoirs and Standpipes	51,560	7,008		7,008
331	Transmission and Distribution Mains	425,347	25,647		25,647
333	Services	30,278	3,044		3,044
334	Meters and Meter Installations	100,035	17,377		17,377
335	Hydrants	8,419	719		719
336	Backflow Prevention Devices				
339	Other Plant Miscellaneous Equipment	46	93		93
340	Office Furniture and Equipment	6,171	1,820		1,820
341	Transportation Equipment	17,389	6,190		6,190
342	Stores Equipment				
343	Tools, Shop and Garage Equipment	3,642	333		333
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment	427	350		350
347	Miscellaneous Equipment	15,452	1,418		1,418
348	Other Tangible Plant				
<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>		<b>\$ 823,197</b>	<b>\$ 82,647</b>	<b>\$</b>	<b>\$ 82,647</b>

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

**YEAR OF REPORT**  
December 31, 2005

UTILITY NAME: PLACID LAKE UTILITIES, INC.

SYSTEM NAME / COUNTY: HIGHLANDS

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

ACCT. NO.	ACCOUNT NAME	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i)	BALANCE AT END OF YEAR (e+f-k)
(a)	(b)	(g)	(h)	(i)	(j)	(l)
304	Structures and Improvements	\$	\$	\$	\$	\$ 41,765
305	Collecting and Impounding Reservoirs					22,034
306	Lake, River and Other Intakes					
307	Wells and Springs					43,636
308	Infiltration Galleries and Tunnels					
309	Supply Mains					11,867
310	Power Generation Equipment					3,499
311	Pumping Equipment					43,518
320	Water Treatment Equipment					16,761
330	Distribution Reservoirs and Standpipes					58,568
331	Transmission and Distribution Mains					450,994
333	Services					33,322
334	Meters and Meter Installations	-4,641			-4,641	112,771
335	Hydrants					9,138
336	Backflow Prevention Devices					
339	Other Plant Miscellaneous Equipment					139
340	Office Furniture and Equipment					7,991
341	Transportation Equipment	-5,404			-5,404	18,175
342	Stores Equipment					
343	Tools, Shop and Garage Equipment					3,975
344	Laboratory Equipment					
345	Power Operated Equipment					
346	Communication Equipment					777
347	Miscellaneous Equipment					16,870
348	Other Tangible Plant					
<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>		\$ -10,045	\$	\$	\$ -10,045	\$ 895,799

W-6(b)  
GROUP \_\_\_\_\_

UTILITY NAME:

PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**

December 31, 2005

SYSTEM NAME / COUNTY :

HIGHLANDS

**CONTRIBUTIONS IN AID OF CONSTRUCTION  
ACCOUNT 271**

<b>DESCRIPTION (a)</b>	<b>REFERENCE (b)</b>	<b>WATER (c)</b>
Balance first of year		\$ 1309506
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ 122813
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	10560
<b>Total Credits</b>		\$ 133373
Less debits charged during the year (All debits charged during the year must be explained below)		\$
<b>Total Contributions In Aid of Construction</b>		\$ 1442879

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:

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UTILITY NAME: PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31,2005

SYSTEM NAME / COUNTY : HIGHLANDS

**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)
METER FEES	82	\$ 330	\$ 27,060
METER FEES	43	283	12,172
METER FEES	1	440	440
LINE EXTENSION FEE	81	299	24,219
PLANT EXPANSION FEE	123	315	38,745
SERVICE CONNECT FEE	42	460	19,326
SERVICE CONNECT FEE	2	425	851
Total Credits			\$ <u>122,813</u>

**ACCUMULATED AMORTIZATION OF WATER CONTRIBUTIONS IN AID OF CONSTRUCTION**

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 568,704
Debits during the year:	
Accruals charged to Account 272	\$ 40,627
Other debits (specify) :	
_____	_____
_____	_____
Total debits	\$ 40,627
Credits during the year (specify) :	
_____	\$ _____
_____	_____
Total credits	\$ _____
Balance end of year	\$ <u>609,331</u>

UTILITY NAME: PLACID LAKED UTILITIES, INC.

YEAR OF REPORT  
December 31, 2005

SYSTEM NAME / COUNTY : HIGHLANDS

**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)
Grayson	PROPERTY	\$ 4,152
GSF	PROPERTY	2,455
GNA	PROPERTY	1,082
Chen	PROPERTY	3,282
GSF	PROPERTY	2,734
Cater	PROPERTY	5,292
Hester	PROPERTY	2,605
Suter	PROPERTY	5,261
B&F	PROPERTY	4,905
Filip	PROPERTY	6,516
Morris	PROPERTY	5,438
Chapman	PROPERTY	3,962
Vreeland	PROPERTY	662
Filip	PROPERTY	16,397
Weistauer	PROPERTY	5,500
Clark, et al	PROPERTY	10,743
Suter	PROPERTY	3,198
Bevis	PROPERTY	1,765
Bochniak	PROPERTY	3,060
2005 Move to Acc 252		-48,505
2004 Move to Acc 252		-27,648
2003 Move to Acc 252		-2,296
Total Credits		\$ 10,560

UTILITY NAME: PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2005

SYSTEM NAME / COUNTY : HIGHLANDS

**WATER OPERATING REVENUE**

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS (d)	AMOUNT (e)
460	Unmetered Water Revenue			\$
	Metered Water Revenue:			
461.1	Sales to Residential Customers	1,686	1,782	474,098
461.2	Sales to Commercial Customers	29	30	16,289
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities	1	1	159
461.5	Sales Multiple Family Dwellings			
	Total Metered Sales	1,716	1,813	\$ 490,546
462.1	Fire Protection Revenue: Public Fire Protection	2	2	253
462.2	Private Fire Protection			
	Total Fire Protection Revenue	2	2	\$ 253
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
	Total Water Sales	1,718	1,815	\$ 490,799
	Other Water Revenues:			
469	Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$ 46,582
470	Forfeited Discounts			100
471	Miscellaneous Service Revenues			5,064
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
	Total Other Water Revenues			\$ 51,746
	Total Water Operating Revenues			\$ 542,545

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



UTILITY NAME: PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2005

SYSTEM NAME / COUNTY : HIGHLANDS

**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	\$ 132,582	\$ 9,685	\$ 6,723
603	Salaries and Wages - Officers, Directors and Majority Stockholders	22,500		
604	Employee Pensions and Benefits	25,773		
610	Purchased Water			
615	Purchased Power	12,479	11,753	
616	Fuel for Power Purchased			
618	Chemicals	12,050		
620	Materials and Supplies	13,204	516	1,610
631	Contractual Services-Engineering			
632	Contractual Services - Accounting	6,921		
633	Contractual Services - Legal	1,256		
634	Contractual Services - Mgt. Fees	31,500		
635	Contractual Services - Testing	1,180	1,180	
636	Contractual Services - Other	37,994		2,981
641	Rental of Building/Real Property	17,719	5,850	
642	Rental of Equipment			
650	Transportation Expenses	5,282		
656	Insurance - Vehicle	3,067		
657	Insurance - General Liability	9,067		
658	Insurance - Workman's Comp.	9,004		
659	Insurance - Other			
660	Advertising Expense			
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	11,100		
667	Regulatory Commission Exp.-Other			
668	Water Resource Conservation Exp.			
670	Bad Debt Expense			
675	Miscellaneous Expenses	17,947	1,693	1,517
Total Water Utility Expenses		\$ 370,625	\$ 30,677	\$ 12,831

UTILITY NAME:

PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2005

SYSTEM NAME / COUNTY :

HIGHLANDS

**WATER EXPENSE ACCOUNT MATRIX**

<p><b>.3</b> WATER TREATMENT EXPENSES - OPERATIONS (f)</p>	<p><b>.4</b> WATER TREATMENT EXPENSES - MAINTENANCE (g)</p>	<p><b>.5</b> TRANSMISSION &amp; DISTRIBUTION EXPENSES - OPERATIONS (h)</p>	<p><b>.6</b> TRANSMISSION &amp; DISTRIBUTION EXPENSES - MAINTENANCE (i)</p>	<p><b>.7</b> CUSTOMER ACCOUNTS EXPENSE (j)</p>	<p><b>.8</b> ADMIN. &amp; GENERAL EXPENSES (k)</p>
\$ 15,775	\$ 1,350	\$ 17,330	\$ 12,081	\$ 57,235	\$ 12,405
					22,500
12,537		2,460		10,364	412
				726	
12,050					
283	1,266	129	1,397	8,004	
					6,921
				15,750	1,256
10,800	2,963		10,574	10,676	15,750
5,850				6,019	
		5,282			
		3,067			
					9,067
2,034		760		6,210	
					11,100
			7,567	4,018	
					3,152
\$ 59,329	\$ 5,579	\$ 29,028	\$ 31,619	\$ 119,002	\$ 82,563

UTILITY NAME:

PLACID LAKE UTILITIES, INC.

**YEAR OF REPORT**

December 31, 2005

SYSTEM NAME / COUNTY :

HIGHLANDS

**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		7,981	-224	7,757	7,515
February		7,839	-208	7,631	8,303
March		8,270	201	8,471	8,425
April		9,088	121	9,209	9,276
May		8,855	-166	8,689	9,468
June		7,648	-196	7,452	6,051
July		7,831	3	7,834	8,832
August		8,018	-227	7,791	7,595
September		8,137	-297	7,840	9,241
October		7,873	-370	7,503	7,626
November		7,879	-356	7,523	7,668
December		8,268	-474	7,794	9,009
Total for Year		97687	-2193	95494	99009

If water is purchased for resale, indicate the following:

Vendor \_\_\_\_\_

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

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

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
WELL #1	133,300	76,033	Ground Water
WELL #2	133,400	105,433	Ground Water
WELL #3	133,300	96,967	Ground Water
_____	_____	_____	_____

W-11

GROUP \_\_\_\_\_

SYSTEM \_\_\_\_\_

UTILITY NAME: PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2005

SYSTEM NAME / COUNTY : HIGHLANDS

**WATER TREATMENT PLANT INFORMATION**

Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>400,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>WELLHEAD</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>AERATION AND CHEMICAL</u>
<b>LIME TREATMENT</b>	
Unit rating (i.e., GPM, pounds per gallon):	<u>N/A</u> Manufacturer: _____
<b>FILTRATION</b>	
Type and size of area:	<u>N/A</u>
Pressure (in square feet):	_____      Manufacturer: _____
Gravity (in GPM/square feet):	_____      Manufacturer: _____

UTILITY NAME: PLACID LAKED UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2005

SYSTEM NAME / COUNTY : HIGHLANDS

**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	1,782	1,782
3/4"	Displacement	1.5		
1"	Displacement	2.5	30	75
1 1/2"	Displacement or Turbine	5.0	1	5
2"	Displacement, Compound or Turbine	8.0	7	56
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				<u>1,918</u>

**CALCULATION OF THE WATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS**

Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use one of the following methods:

- (a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
- (b) If no historical flow data are available, use:  
ERC = ( Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day )

ERC Calculation:

$$99009000/1,734/365= 156$$

$$261,813/156 = 1,678$$

261,813 GPD of average daily system demand

UTILITY NAME: PLACID LAKE UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2005

SYSTEM NAME / COUNTY : HIGHLANDS

**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. \_\_\_\_\_ 2,349  
ERCs \* which can be served. \_\_\_\_\_ 2,349
3. Present system connection capacity (in ERCs \*) using existing lines. \_\_\_\_\_ 4,724
4. Future connection capacity (in ERCs \*) upon service area buildout. \_\_\_\_\_ 8,454
5. Estimated annual increase in ERCs \*. \_\_\_\_\_ 100
6. Is the utility required to have fire flow capacity? \_\_\_\_\_ YES  
If so, how much capacity is required? \_\_\_\_\_ 120,000 GPD
7. Attach a description of the fire fighting facilities. 300,000 GALS OF STORAGE AND 34 HYDRANTS
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_
9. When did the company last file a capacity analysis report with the DEP? \_\_\_\_\_
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? \_\_\_\_\_
  - c. When will construction begin? \_\_\_\_\_
  - d. Attach plans for funding the required upgrading.
  - e. Is this system under any Consent Order with DEP? \_\_\_\_\_
11. Department of Environmental Protection ID # \_\_\_\_\_ 5280223
12. Water Management District Consumptive Use Permit # \_\_\_\_\_ 204980.05
  - 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.

NOT APPLICABLE

**WASTEWATER  
OPERATION  
SECTION**

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

**Company:**

**For the Year Ended December 31, 2005**

(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)	490,387	490,387	_____
Total Fire Protection Revenue (462.1 - 462.2)	253	253	_____
Other Sales to Public Authorities (464)	159	159	_____
Sales to Irrigation Customers (465)	_____	_____	_____
Sales for Resale (466)	_____	_____	_____
Interdepartmental Sales (467)	_____	_____	_____
Total Other Water Revenues (469 - 474)	51,746	51,746	_____
<b>Total Water Operating Revenue</b>	<b>\$ 542,545</b>	<b>\$ 542,545</b>	<b>\$ _____</b>
<b>LESS: Expense for Purchased Water from FPSC-Regulated Utility</b>	_____	_____	_____
<b>Net Water Operating Revenues</b>	<b>\$ 542,545</b>	<b>\$ 542,545</b>	<b>\$ _____</b>

Explanations:

Instructions:

For the current year, reconcile the gross water revenues reported on Schedule W-9 with the gross water revenues reported on the company's regulatory assessment fee return. Explain any differences reported in column (d).