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CLASS "A" OR "B"

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

ANNUAL REPORT

OF

PLACID LAKES UTILITIES, INC.

---

Exact Legal Name of Respondent

WU193-07-AR  
Certificate Number(s)

Submitted To The

STATE OF FLORIDA

08 APR -1 PM 1:53  
PUBLIC SERVICE  
COMMISSION  
ECONOMIC REGULATION

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2007

## GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1996 National Association of Regulatory Utility Commissioners Uniform System of Accounts for Water and/or Wastewater Utilities (USOA).
2. Interpret all accounting words and phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent, enter the words "Not Applicable." Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar unless otherwise specifically indicated.
7. Complete this report by means which result in a permanent record, such as by computer or typewriter.
8. If there is not enough room on any schedule, an additional page or pages may be added, provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statement should be made at the bottom of the page or an additional page inserted. Any additional pages should state the name of the utility, the year of the report, and reference the appropriate schedule.
10. For water and wastewater utilities with more than one rate group and/or system, water and wastewater pages should be completed for each rate group and/or system group. These pages should be grouped together and tabbed by rate group and/or system.
11. All other water and wastewater operations not regulated by the Commission and other regulated industries should be reported as "Other than Reporting Systems."
12. Financial information for multiple systems charging rates which are covered under the same tariff should be reported as one system. However, the engineering data must be reported by individual system.
13. For water and wastewater utilities with more than one system, one (1) copy of workpapers showing the consolidation of systems for the operating sections, should be filed with the annual report.
14. The report should be filled out in quadruplicate and the original and two copies returned by March 31, of the year following the date of the report. The report should be returned to:

**Florida Public Service Commission  
Division of Economic Regulation  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0850**

The fourth copy should be retained by the utility.

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# **EXECUTIVE SUMMARY**

UTILITY NAME: PLACID LAKES UTILITIES, INC.

**YEAR OF REPORT**  
December 31, 2007

**CERTIFICATION OF ANNUAL REPORT**

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

YES NO  
  1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.

YES NO  
  2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.

YES NO  
  3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the the financial statement of the utility.

YES NO  
  4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the 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, 2007

PLACID LAKES UTILITIES, INC.

County: Highlands

(Exact Name of Utility)

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@embarqmail.com

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 Boulevard 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 Boulevard NW

Lake Placid, FL 33852

Telephone:

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

Date of original organization of the utility: 06/11/70

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

Individual Partnership Sub S Corporation 1120 Corporation
[ ] [ ] [ ] [X]

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

Table with 2 columns: Name, Percent Ownership. Row 1: LAKE PLACID HOLDING COMPANY, 100%.





**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. has served the subdivision of Placid Lakes since 1970. Originally a Class C Water utility, we have grown into a Class B utility.

Our goal is to provide the best quality of water and service to our customers.

As with the rest of the economy, we experienced slow growth of only 41 new services. Based on the current real estate market, we expect a similar growth in 2008.

The utility is a private owned utility which has consistent losses due to the slow growth and other factors. We are in the process of applying for a test year for a rate case. The utility needs a rate increase to cover increased costs, increased DEP and EPA regulations, and meter replacements.

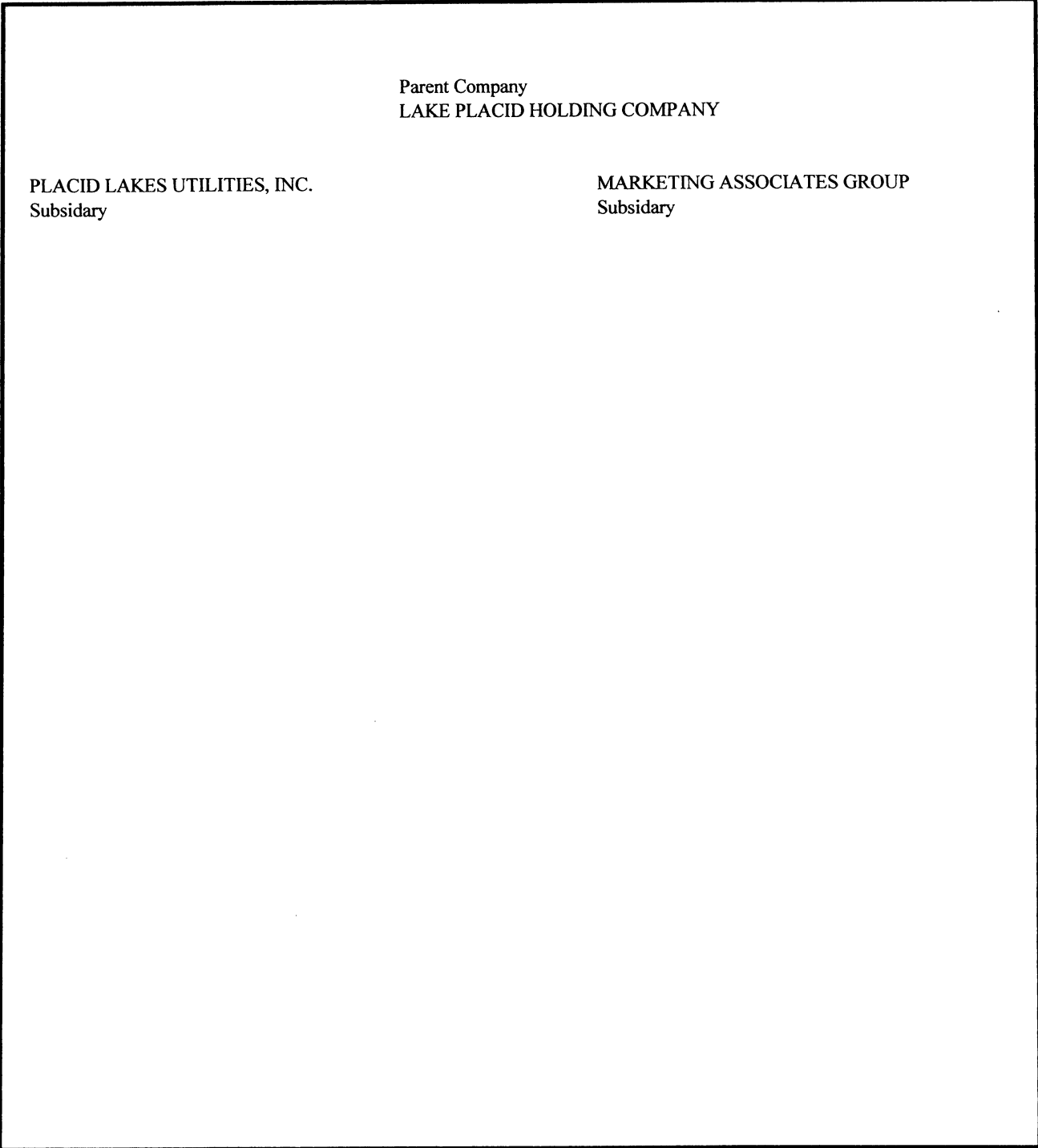
UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
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**PARENT / AFFILIATE ORGANIZATION CHART**

Current as of 12/31/07

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



UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
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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	\$ 10,000
Peggy Ann Brewer	Vice President Secretary	70	10,000
Larry P. King	Treasurer	25	10,000

**COMPENSATION OF DIRECTORS**

For each director, list the number of directors' meetings attended by each director and the compensation received as a director from the respondent.			
NAME (a)	TITLE (b)	NUMBER OF DIRECTORS' MEETINGS ATTENDED (c)	DIRECTORS' COMPENSATION (d)
Laura Elowsky	Director	12	\$ 0
Peggy Ann Brewer	Director	12	0
Larry P. King	Director	12	0













# **FINANCIAL SECTION**

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
--

**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	\$ 2,595,492	\$ 2,669,466
108-110	Less: Accumulated Depreciation and Amortization	F-8	984,030	1,064,711
Net Plant			\$ 1,611,462	\$ 1,604,755
114-115	Utility Plant Acquisition adjustment (Net)	F-7	_____	0
116 *	Other Utility Plant Adjustments		_____	_____
Total Net Utility Plant			\$ 1,611,462	\$ 1,604,755
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-9	\$ 55,553	\$ 55,553
122	Less: Accumulated Depreciation and Amortization		41,107	43,329
Net Nonutility Property			\$ 14,446	\$ 12,224
123	Investment in Associated Companies	F-10	_____	0
124	Utility Investments	F-10	_____	0
125	Other Investments	F-10	_____	0
126-127	Special Funds	F-10	_____	0
Total Other Property & Investments			\$ 14,446	\$ 12,224
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		\$ 35,440	\$ 55,915
132	Special Deposits	F-9	_____	0
133	Other Special Deposits	F-9	_____	0
134	Working Funds		_____	_____
135	Temporary Cash Investments		_____	_____
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-11	58,173	57,282
145	Accounts Receivable from Associated Companies	F-12	_____	0
146	Notes Receivable from Associated Companies	F-12	_____	0
151-153	Material and Supplies		51,744	58,150
161	Stores Expense		_____	_____
162	Prepayments		9,693	6,758
171	Accrued Interest and Dividends Receivable		_____	_____
172 *	Rents Receivable		_____	_____
173 *	Accrued Utility Revenues		_____	_____
174	Miscellaneous Current and Accrued Assets	F-12	_____	0
Total Current and Accrued Assets			\$ 155,050	\$ 178,105

\* Not Applicable for Class B Utilities

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
--

**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	\$ _____	\$ _____ 0
182	Extraordinary Property Losses	F-13	_____	_____ 0
183	Preliminary Survey & Investigation Charges		_____	_____
184	Clearing Accounts		_____	_____
185 *	Temporary Facilities		_____	_____
186	Miscellaneous Deferred Debits	F-14	_____	_____ 33,448
187 *	Research & Development Expenditures		_____	_____
190	Accumulated Deferred Income Taxes		_____	_____
Total Deferred Debits			\$ _____ 0	\$ _____ 33,448
<b>TOTAL ASSETS AND OTHER DEBITS</b>			<b>\$ _____ 1,780,958</b>	<b>\$ _____ 1,828,532</b>

\* Not Applicable for Class B Utilities

**NOTES TO THE BALANCE SHEET**  
The space below is provided for important notes regarding the balance sheet

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
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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		0
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	(1,672,844)	(1,778,080)
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
Total Equity Capital			\$ (330,059)	\$ (435,295)
<b>LONG TERM DEBT</b>				
221	Bonds	F-15		0
222 *	Reacquired Bonds			
223	Advances from Associated Companies	F-17	969,686	1,035,922
224	Other Long Term Debt	F-17	6,032	2,585
Total Long Term Debt			\$ 975,718	\$ 1,038,507
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable		4,612	13,501
232	Notes Payable	F-18		0
233	Accounts Payable to Associated Companies	F-18	25,000	52,833
234	Notes Payable to Associated Companies	F-18		0
235	Customer Deposits		13,364	16,796
236	Accrued Taxes	W/S-3		7,217
237	Accrued Interest	F-19	26,486	58,291
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current & Accrued Liabilities	F-20		0
Total Current & Accrued Liabilities			\$ 69,462	\$ 148,638

\* Not Applicable for Class B Utilities

UTILITY NAME: PLACID LAKES UTILITIES, INC.

**YEAR OF REPORT**

December 31, 2007

**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	\$ _____	\$ _____ 0
252	Advances For Construction	F-20	_____ 135,019	_____ 132,116
253	Other Deferred Credits	F-21	_____	_____ 0
255	Accumulated Deferred Investment Tax Credits			
Total Deferred Credits			\$ _____ 135,019	\$ _____ 132,116
<b>OPERATING RESERVES</b>				
261	Property Insurance Reserve		\$ _____	\$ _____
262	Injuries & Damages Reserve		_____	_____
263	Pensions and Benefits Reserve		_____	_____
265	Miscellaneous Operating Reserves		_____	_____
Total Operating Reserves			\$ _____ 0	\$ _____ 0
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>				
271	Contributions in Aid of Construction	F-22	\$ _____ 1,585,807	\$ _____ 1,648,731
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	_____ 654,989	_____ (704,165)
Total Net CIAC			\$ _____ 930,818	\$ _____ 944,566
<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			\$ _____ 0	\$ _____ 0
<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>			\$ _____ 1,780,958	\$ _____ 1,828,532

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
--

**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)	\$ 574,890	\$ 549,215
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)	37,872	15,147
Net Operating Revenues			\$ 537,018	\$ 534,068
401	Operating Expenses	F-3(b)	\$ 424,838	\$ 449,111
403	Depreciation Expense:	F-3(b)	\$ 88,283	\$ 92,479
	Less: Amortization of CIAC	F-22	45,658	49,176
Net Depreciation Expense			\$ 42,625	\$ 43,303
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)		0
407	Amortization Expense (Other than CIAC)	F-3(b)		0
408	Taxes Other Than Income	W/S-3	69,622	70,096
409	Current Income Taxes	W/S-3		0
410.1	Deferred Federal Income Taxes	W/S-3		0
410.11	Deferred State Income Taxes	W/S-3		0
411.1	Provision for Deferred Income Taxes - Credit	W/S-3		0
412.1	Investment Tax Credits Deferred to Future Periods	W/S-3		0
412.11	Investment Tax Credits Restored to Operating Income	W/S-3		0
Utility Operating Expenses			\$ 537,085	\$ 562,510
Net Utility Operating Income			\$ <del>27,805</del> -67	\$ (28,442)
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	37,872	15,147
413	Income From Utility Plant Leased to Others			0
414	Gains (losses) From Disposition of Utility Property			0
420	Allowance for Funds Used During Construction			0
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ <del>-75,677</del> 37,805	\$ (13,295)

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

\* password protected  
computer formula incorrect

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> 2007
-------------------------------

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

<b>WATER SCHEDULE W-3 *</b> <b>(f)</b>	<b>WASTEWATER SCHEDULE S-3 *</b> <b>(g)</b>	<b>OTHER THAN REPORTING SYSTEMS</b> <b>(h)</b>
\$ 549,215 15,147	\$ 0 0	\$ _____
\$ 534,068	\$ 0	\$ 0
\$ 449,111	\$ 0	\$ _____
92,479 49,176	0 0	_____
\$ 43,303	\$ 0	\$ 0
0	0	_____
0	0	_____
70,096	0	_____
0	0	_____
0	0	_____
0	0	_____
0	0	_____
0	0	_____
0	0	_____
\$ 562,510	\$ 0	\$ 0
\$ (28,442)	\$ 0	\$ 0
15,147	0	_____
0	0	_____
0	0	_____
0	0	_____
\$ (13,295)	\$ 0	\$ 0

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

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
--

**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)]		*	\$ <u><del>75,677</del> 37,805</u>	\$ (13,295)
<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		_____	_____
421	Nonutility Income		19,773	17,143
426	Miscellaneous Nonutility Expenses		(18,226)	(17,754)
Total Other Income and Deductions			\$ 1,547	\$ (611)
<b>TAXES APPLICABLE TO OTHER INCOME</b>				
408.2	Taxes Other Than Income		\$ _____	\$ _____
409.2	Income Taxes		_____	_____
410.2	Provision for Deferred Income Taxes		_____	_____
411.2	Provision for Deferred Income Taxes - Credit		_____	_____
412.2	Investment Tax Credits - Net		_____	_____
412.3	Investment Tax Credits Restored to Operating Income		_____	_____
Total Taxes Applicable To Other Income			\$ 0	\$ 0
<b>INTEREST EXPENSE</b>				
427	Interest Expense	F-19	\$ 101,117	\$ 101,394
428	Amortization of Debt Discount & Expense	F-13	_____	0
429	Amortization of Premium on Debt	F-13	_____	0
Total Interest Expense			\$ 101,117	\$ 101,394
<b>EXTRAORDINARY ITEMS</b>				
433	Extraordinary Income		\$ _____	\$ _____
434	Extraordinary Deductions		_____	_____
409.3	Income Taxes, Extraordinary Items		_____	_____
Total Extraordinary Items			\$ 0	\$ 0
NET INCOME			\$ <u><del>(23,893)</del> - 61,765</u>	\$ (115,300)

Explain Extraordinary Income:

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\* Password protected  
Incorrect from previous page



UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
--

**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	\$ 2,669,466	\$ 0
	Less:			
	Nonused and Useful Plant (1)		355,917	
108	Accumulated Depreciation	F-8	1,064,711	0
110	Accumulated Amortization	F-8	0	0
271	Contributions in Aid of Construction	F-22	1,648,731	0
252	Advances for Construction	F-20		
Subtotal			\$ (399,893)	\$ 0
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	704,165	0
Subtotal			\$ 304,272	\$ 0
114	Plus or Minus: Acquisition Adjustments (2)	F-7	0	0
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	0	0
	Working Capital Allowance (3)		56,139	0
	Other (Specify): _____ _____ _____			
<b>RATE BASE</b>			<b>\$ 360,411</b>	<b>\$ 0</b>
<b>NET UTILITY OPERATING INCOME</b>			<b>\$ (28,442)</b>	<b>\$ 0</b>
<b>ACHIEVED RATE OF RETURN (Operating Income / Rate Base)</b>			<b>-7.89%</b>	<b>0.00%</b>

**NOTES :**

- (1) Estimate based on the methodology used in the last rate proceeding.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculation consistent with last rate proceeding.  
In absence of a rate proceeding, Class A utilities will use the Balance Sheet Method and Class B Utilities will use the One-eighth Operating and Maintenance Expense Method.

UTILITY NAME: PLACID LAKES UTILITIES, INC.

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

<b>CLASS OF CAPITAL (a)</b>	<b>DOLLAR AMOUNT (2) (b)</b>	<b>PERCENTAGE OF CAPITAL (c)</b>	<b>ACTUAL COST RATES (3) (d)</b>	<b>WEIGHTED COST (c x d) (e)</b>
Common Equity	\$ -447,519	-83.04%	10.93%	-9.08%
Preferred Stock	0	0.00%		0.00%
Long Term Debt	986,445	183.04%		0.00%
Customer Deposits	0	0.00%		0.00%
Tax Credits - Zero Cost	0	0.00%		0.00%
Tax Credits - Weighted Cost	0	0.00%		0.00%
Deferred Income Taxes	0	0.00%		0.00%
Other (Explain)	0	0.00%		0.00%
	0	0.00%		0.00%
<b>Total</b>	<b>\$ 538,926</b>	<b>100.00%</b>		<b>-9.08%</b>

(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:	_____

**APPROVED AFUDC RATE**

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

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

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



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

<b>YEAR OF REPORT</b> December 31, 2007
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**UTILITY PLANT  
ACCOUNTS 101 - 106**

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts: Utility Plant In Service	\$ 2,669,466	\$ 0	\$ _____	\$ 2,669,466
102	Utility Plant Leased to Other	_____	_____	_____	0
103	Property Held for Future Use	_____	_____	_____	0
104	Utility Plant Purchased or Sold	_____	_____	_____	0
105	Construction Work in Progress	_____	_____	_____	0
106	Completed Construction Not Classified	_____	_____	_____	0
Total Utility Plant		\$ <u>2,669,466</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>2,669,466</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. NO. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment	\$ _____	\$ _____	\$ _____	\$ 0
		_____	_____	_____	0
		_____	_____	_____	0
		_____	_____	_____	0
Total Plant Acquisition Adjustments		\$ 0	\$ 0	\$ 0	\$ 0
115	Accumulated Amortization	\$ _____	\$ _____	\$ _____	\$ 0
		_____	_____	_____	0
		_____	_____	_____	0
		_____	_____	_____	0
Total Accumulated Amortization		\$ 0	\$ 0	\$ 0	\$ 0
Net Acquisition Adjustments		\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>

UTILITY NAME: PLACID LAKES UTILITIES, INC.

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

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
<b>ACCUMULATED DEPRECIATION</b>				
<b>Account 108</b>				
Balance first of year	\$ 973,967	\$	\$	\$ 973,967
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$ 92,478	\$	\$	\$ 92,478
Account 108.2 (2)				0
Account 108.3 (2)				0
Other Accounts (specify):				0
				0
				0
Salvage				0
Other Credits (Specify):				0
				0
<b>Total Credits</b>	\$ 92,478	\$ 0	\$ 0	\$ 92,478
Debits during year:				
Book cost of plant retired				0
Cost of Removal	1,734			1,734
Other Debits (specify):				0
				0
<b>Total Debits</b>	\$ 1,734	\$ 0	\$ 0	\$ 1,734
<b>Balance end of year</b>	\$ <u>1,064,711</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>1,064,711</u>
<b>ACCUMULATED AMORTIZATION</b>				
<b>Account 110</b>				
Balance first of year	\$	\$	\$	\$ 0
Credit during year:				
Accruals charged to:				
Account 110.2 (3)	\$	\$	\$	\$ 0
Other Accounts (specify):				0
				0
<b>Total credits</b>	\$ 0	\$ 0	\$ 0	\$ 0
Debits during year:				
Book cost of plant retired				0
Other debits (specify):				0
				0
<b>Total Debits</b>	\$ 0	\$ 0	\$ 0	\$ 0
<b>Balance end of year</b>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</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 LAKES UTILITIES, INC.

**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)
_____	\$ _____	_____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
Total	\$ <u>0</u>		\$ <u>0</u>

**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
_____	_____	_____	_____	0
_____	_____	_____	_____	0
_____	_____	_____	_____	0
Total Nonutility Property	\$ <u>55,553</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>55,553</u>

**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	\$ <u>0</u>
OTHER SPECIAL DEPOSITS (Account 133): _____ _____ _____	\$ _____ _____ _____
Total Other Special Deposits	\$ <u>0</u>

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
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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		\$ <u>0</u>
UTILITY INVESTMENTS (Account 124): _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Utility Investment		\$ <u>0</u>
OTHER INVESTMENTS (Account 125): _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____
Total Other Investment		\$ <u>0</u>
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): _____ _____ _____ _____ _____		\$ _____ _____ _____ _____ _____
Total Special Funds		\$ <u>0</u>

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
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**ACCOUNTS AND NOTES RECEIVABLE - NET**  
**ACCOUNTS 141 - 144**

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

DESCRIPTION (a)		TOTAL (b)
CUSTOMER ACCOUNTS RECEIVABLE (Account 141):		
Water	\$ 57,282	
Wastewater	_____	
Other	_____	
Total Customer Accounts Receivable		\$ 57,282
OTHER ACCOUNTS RECEIVABLE ( Account 142):		
_____	\$ _____	
_____	_____	
_____	_____	
Total Other Accounts Receivable		\$ 0
NOTES RECEIVABLE (Account 144 ):		
_____	\$ _____	
_____	_____	
_____	_____	
Total Notes Receivable		\$ 0
Total Accounts and Notes Receivable		\$ 57,282
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS ( Account 143)		
Balance first of year	\$ _____	
Add: Provision for uncollectibles for current year	\$ _____	
Collection of accounts previously written off	_____	
Utility Accounts	_____	
Others	_____	
_____	_____	
Total Additions		\$ 0
Deduct accounts written off during year:		
Utility Accounts	_____	
Others	_____	
_____	_____	
Total accounts written off		\$ 0
Balance end of year		\$ 0
<b>TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET</b>		<b>\$ 57,282</b>





UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> 2007
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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	\$ <u>0</u>	\$ <u>0</u>
UNAMORTIZED PREMIUM ON DEBT (Account 251): _____ _____ _____	\$ _____ _____ _____	\$ _____ _____ _____
Total Unamortized Premium on Debt	\$ <u>0</u>	\$ <u>0</u>

**EXTRAORDINARY PROPERTY LOSSES  
ACCOUNT 182**

Report each item separately.

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

YEAR OF REPORT
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UTILITY NAME: PLACID LAKES UTILITIES, INC.

**MISCELLANEOUS DEFERRED DEBITS  
ACCOUNT 186**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
DEFERRED RATE CASE EXPENSE (Class A Utilities: Account 186.1)		
Guastella & Assoc/Engineer for rate case	\$ _____	\$ 31,557
Rutledge et al/ Legal for rate case	_____	1,891
	_____	_____
	_____	_____
<b>Total Deferred Rate Case Expense</b>	<b>\$ <u>0</u></b>	<b>\$ <u>33,448</u></b>
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):		
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
<b>Total Other Deferred Debits</b>	<b>\$ <u>0</u></b>	<b>\$ <u>0</u></b>
REGULATORY ASSETS (Class A Utilities: Account. 186.3):		
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
<b>Total Regulatory Assets</b>	<b>\$ <u>0</u></b>	<b>\$ <u>0</u></b>
<b>TOTAL MISCELLANEOUS DEFERRED DEBITS</b>	<b>\$ <u>0</u></b>	<b>\$ <u>33,448</u></b>

UTILITY NAME: PLACID LAKES 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			\$ 0

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

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
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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	\$ (1,662,780)
439	Changes to Account: Adjustments to Retained Earnings ( requires Commission approval prior to use): Credits: _____	\$ _____
	Total Credits:	\$ 0
	Debits: _____	\$ _____
	Total Debits:	\$ 0
435	Balance Transferred from Income	\$ (115,300)
436	Appropriations of Retained Earnings: _____	_____
	Total Appropriations of Retained Earnings	\$ 0
437	Dividends Declared: Preferred Stock Dividends Declared _____	_____
438	Common Stock Dividends Declared _____	_____
	Total Dividends Declared	\$ 0
215	Year end Balance	\$ (1,778,080)
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end): _____	_____
214	Total Appropriated Retained Earnings	\$ 0
Total Retained Earnings		\$ (1,778,080)
Notes to Statement of Retained Earnings:		





**YEAR OF REPORT**  
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**UTILITY NAME: PLACID LAKES 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	\$ 17,742	427	\$ 36,563	\$ 24,830	\$ 29,475
Lake Placid Holding Company-Line Extension	8,744	427	15,275	8,669	15,350
Lake Placid Holding Company-Operating		427	49,548	36,082	13,466
Lake Placid Holding Company-Wastewater		426	3,285	3,285	
Lake Placid Holding Company-Truck		427	8	8	
Total Account 237.1	\$ 26,486		\$ 104,679	\$ 72,874	\$ 58,291
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities					
Customer Deposits	\$	427	\$	\$	\$
Total Account 237.2	\$ 0		\$ 0	\$ 0	\$ 0
Total Account 237 (1)	\$ 26,486		\$ 104,679	\$ 72,874	\$ 58,291
INTEREST EXPENSED:					
Total accrual Account 237		237	\$ 104,679		
Less Capitalized Interest Portion of AFUDC:					
Less Interest Charged to Acc-426			3,285		
Net Interest Expensed to Account No. 427 (2)			\$ 101,394		

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





UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
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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): _____ _____ _____	\$ _____ _____ _____	\$ _____ _____ _____
Total Regulatory Liabilities	\$ _____	\$ _____
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2): _____ _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____ _____	\$ _____ _____ _____ _____ _____ _____ _____
Total Other Deferred Liabilities	\$ _____	\$ _____
<b>TOTAL OTHER DEFERRED CREDITS</b>	\$ _____	\$ _____

UTILITY NAME: PLACID LAKES UTILITIES, INC.

<b>YEAR OF REPORT</b> December 31, 2007
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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>1,585,807</u>	\$ <u>0</u>	\$ _____	\$ <u>1,585,807</u>
Add credits during year:	\$ <u>62,924</u>	\$ <u>0</u>	\$ _____	\$ <u>62,924</u>
Less debit charged during the year	\$ <u>0</u>	\$ <u>0</u>	\$ _____	\$ <u>0</u>
Total Contribution In Aid of Construction	\$ <u><u>1,648,731</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>1,648,731</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>654,989</u>	\$ <u>0</u>	\$ _____	\$ <u>654,989</u>
Debits during the year:	\$ <u>49,176</u>	\$ <u>0</u>	\$ _____	\$ <u>49,176</u>
Credits during the year	\$ <u>0</u>	\$ <u>0</u>	\$ _____	\$ <u>0</u>
Total Accumulated Amortization of Contributions In Aid of Construction	\$ <u><u>704,165</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>704,165</u></u>

UTILITY NAME: PLACID LAKES UTILITIES, INC.

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

- The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computations of all tax accruals.
- If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignments or sharing of the consolidated tax among the group members.

DESCRIPTION (a)	REF. NO. (b)	AMOUNT (c)
Net income for the year	F-3(c)	\$ (115,300)
Reconciling items for the year:		
Taxable income not reported on books:		
CIAC Collections Net		13,747
_____		_____
_____		_____
_____		_____
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		(13,512)
_____		_____
_____		_____
_____		_____
Federal tax net income		\$ (115,065)

Computation of tax :

**WATER  
OPERATION  
SECTION**



UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : \_\_\_\_\_

**SCHEDULE OF YEAR END WATER RATE BASE**

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 2,669,466
	Less:		
	Nonused and Useful Plant (1)		355,917
108	Accumulated Depreciation	W-6(b)	1,064,710
110	Accumulated Amortization	F-8	
271	Contributions in Aid of Construction	W-7	1,648,731
252	Advances for Construction	F-20	
Subtotal			\$ <del>1,604,756</del>
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 704,165
Subtotal			\$ <del>2,308,921</del>
			+ 304,292
114	Plus or Minus: Acquisition Adjustments (2)	F-7	
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	
	Working Capital Allowance (3)		56,139
	Other (Specify):		
WATER RATE BASE			\$ <del>2,365,060</del>
			360,411
WATER OPERATING INCOME		W-3	\$ (28,442)
ACHIEVED RATE OF RETURN (Water Operating Income / Water Rate Base)			<del>1.20%</del>
			- 1.29%

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

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

(3) Calculation consistent with last rate proceeding.

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

\* Password protected - Computer formula incorrect

UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : \_\_\_\_\_

**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	\$ 549,215
469	Less: Guaranteed Revenue and AFPI	W-9	<u>15,147</u>
	Net Operating Revenues		\$ <u>534,068</u>
401	Operating Expenses	W-10(a)	\$ 449,111
403	Depreciation Expense	W-6(a)	<u>92,479</u>
	Less: Amortization of CIAC	W-8(a)	<u>49,176</u>
	Net Depreciation Expense		\$ 43,303
406	Amortization of Utility Plant Acquisition Adjustment	F-7	
407	Amortization Expense (Other than CIAC)	F-8	<u>0</u>
408.10	Taxes Other Than Income Utility Regulatory Assessment Fee		<u>28,035</u>
408.11	Property Taxes		<u>23,804</u>
408.12	Payroll Taxes		<u>18,257</u>
408.13	Other Taxes and Licenses		
408	Total Taxes Other Than Income		\$ <u>70,096</u>
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		\$ <u>562,510</u>
	Utility Operating Income		\$ <u>(28,442)</u>
469	Add Back: Guaranteed Revenue (and AFPI)	W-9	\$ <u>15,147</u>
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		\$ <u>(13,295)</u>



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UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY: \_\_\_\_\_

**WATER UTILITY PLANT ACCOUNTS**

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$	\$	\$	\$ 0
302	Franchises				0
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				0
307	Wells and Springs	113,343	643		113,986
308	Infiltration Galleries and Tunnels				0
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	1,202,490	44,989		1,247,479
333	Services	202,931	16,416		219,347
334	Meters and Meter Installations	305,617	11,179		316,796
335	Hydrants	32,339			32,339
336	Backflow Prevention Devices				0
339	Other Plant Miscellaneous Equipment	2,698			2,698
340	Office Furniture and Equipment	29,325	748		30,073
341	Transportation Equipment	37,569			37,569
342	Stores Equipment				0
343	Tools, Shop and Garage Equipment	5,330			5,330
344	Laboratory Equipment				0
345	Power Operated Equipment				0
346	Communication Equipment	12,607			12,607
347	Miscellaneous Equipment	21,265			21,265
348	Other Tangible Plant				0
<b>TOTAL WATER PLANT</b>		<b>\$ 2,595,491</b>	<b>\$ 73,975</b>	<b>\$ 0</b>	<b>\$ 2,669,466</b>

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

**YEAR OF REPORT**  
December 31, 2007

UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : \_\_\_\_\_

**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	\$ 0	\$	\$	\$	\$	\$
302	Franchises	0					
303	Land and Land Rights	1,000		1,000			
304	Structures and Improvements	70,635		70,635			
305	Collecting and Impounding Reservoirs	32,429					
306	Lake, River and Other Intakes	0					
307	Wells and Springs	113,986		113,986			
308	Infiltration Galleries and Tunnels	0					
309	Supply Mains	48,851					
310	Power Generation Equipment	70,894		70,894			
311	Pumping Equipment	126,189					
320	Water Treatment Equipment	20,675		20,675			
330	Distribution Reservoirs and Standpipes	259,304				259,304	
331	Transmission and Distribution Mains	1,247,479				1,247,479	
333	Services	219,347				219,347	
334	Meters and Meter Installations	316,796				316,796	
335	Hydrants	32,339				32,339	
336	Backflow Prevention Devices	0					
339	Other Plant Miscellaneous Equipment	2,698		2,698			
340	Office Furniture and Equipment	30,073					30,073
341	Transportation Equipment	37,569					37,569
342	Stores Equipment	0					
343	Tools, Shop and Garage Equipment	5,330					5,330
344	Laboratory Equipment	0					
345	Power Operated Equipment	0					
346	Communication Equipment	12,607					12,607
347	Miscellaneous Equipment	21,265					21,265
348	Other Tangible Plant	0					
<b>TOTAL WATER PLANT</b>		<b>\$ 2,669,466</b>	<b>\$ 0</b>	<b>\$ 395,047</b>	<b>\$ 92,310</b>	<b>\$ 2,075,265</b>	<b>\$ 106,844</b>

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

UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : \_\_\_\_\_

**BASIS FOR WATER DEPRECIATION CHARGES**

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
304	Structures and Improvements	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 *				

\* 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, 2007

UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : \_\_\_\_\_

**ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION**

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCURUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d + e) (f)
		\$ 43,972	\$ 2,207	\$	\$ 2,207
304	Structures and Improvements	22,680	649		649
305	Collecting and Impounding Reservoirs				0
306	Lake, River and Other Intakes	47,407	3,789		3,789
307	Wells and Springs				0
308	Infiltration Galleries and Tunnels				0
309	Supply Mains	13,262	1,396		1,396
310	Power Generation Equipment	7,044	3,545		3,545
311	Pumping Equipment	49,830	6,309		6,309
320	Water Treatment Equipment	17,701	940		940
330	Distribution Reservoirs and Standpipes	65,576	7,008		7,008
331	Transmission and Distribution Mains	478,200	28,488		28,488
333	Services	37,761	5,278		5,278
334	Meters and Meter Installations	129,910	20,747		20,747
335	Hydrants	9,856	719		719
336	Backflow Prevention Devices				0
339	Other Plant Miscellaneous Equipment	260	150		150
340	Office Furniture and Equipment	9,946	1,980		1,980
341	Transportation Equipment	16,518	6,262		6,262
342	Stores Equipment				0
343	Tools, Shop and Garage Equipment	4,309	333		333
344	Laboratory Equipment				0
345	Power Operated Equipment				0
346	Communication Equipment	1,592	1,261		1,261
347	Miscellaneous Equipment	18,141	1,418		1,418
348	Other Tangible Plant				0
<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>		<b>\$ 973,965</b>	<b>92,479</b>	<b>0</b>	<b>92,479</b>

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

**YEAR OF REPORT**  
December 31, 2007

UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : \_\_\_\_\_

**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-j) (k)
304	Structures and Improvements		\$	\$	\$	\$ 46,179
305	Collecting and Impounding Reservoirs				0	23,329
306	Lake, River and Other Intakes				0	0
307	Wells and Springs				0	51,196
308	Infiltration Galleries and Tunnels				0	0
309	Supply Mains				0	14,658
310	Power Generation Equipment				0	10,589
311	Pumping Equipment				0	56,139
320	Water Treatment Equipment				0	18,641
330	Distribution Reservoirs and Standpipes				0	72,584
331	Transmission and Distribution Mains				0	506,688
333	Services				0	43,039
334	Meters and Meter Installations	1,734			1,734	148,923
335	Hydrants				0	10,575
336	Backflow Prevention Devices				0	0
339	Other Plant Miscellaneous Equipment				0	410
340	Office Furniture and Equipment				0	11,926
341	Transportation Equipment				0	22,780
342	Stores Equipment				0	0
343	Tools, Shop and Garage Equipment				0	4,642
344	Laboratory Equipment				0	0
345	Power Operated Equipment				0	0
346	Communication Equipment				0	2,853
347	Miscellaneous Equipment				0	19,559
348	Other Tangible Plant				0	
<b>TOTAL WATER ACCUMULATED DEPRECIATION</b>		<b>\$ 1,734</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 1,734</b>	<b>\$ 1,064,710</b>



UTILITY NAME:

PLACID LAKES UTILITIES, INC.

**YEAR OF REPORT**

December 31, 2007

SYSTEM NAME / COUNTY :

\_\_\_\_\_

**WATER CIAC SCHEDULE "A"**

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

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
Meter Fees	41	\$ 283	\$ 11,605
Line Extension Fee	29	299	8,671
Plant Expansion Fee	41	315	12,915
Service Fee	41	460	18,860
			0
			0
			0
			0
<b>Total Credits</b>			\$ <u>52,051</u>

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

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 654,989
Debits during the year:	
Accruals charged to Account 272	\$ 49,176
Other debits (specify) :	
_____	_____
_____	_____
<b>Total debits</b>	\$ 49,176
Credits during the year (specify) :	
_____	\$ _____
_____	_____
<b>Total credits</b>	\$ 0
<b>Balance end of year</b>	\$ <u>704,165</u>

W-8(a)

GROUP \_\_\_\_\_





UTILITY NAME:

PLACID LAKES UTILITIES, INC.

**YEAR OF REPORT**

December 31, 2007

SYSTEM NAME / COUNTY :

**WATER OPERATING REVENUE**

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS (d)	AMOUNT (e)
460	Water Sales: Unmetered Water Revenue			\$
461.1	Metered Water Revenue: Sales to Residential Customers	1,885	1,926	511,653
461.2	Sales to Commercial Customers	30	30	17,067
461.3	Sales to Industrial Customers			
461.4	Sales to Public Authorities	1	1	130
461.5	Sales Multiple Family Dwellings			
Total Metered Sales		1,916	1,957	\$ 528,850
462.1	Fire Protection Revenue: Public Fire Protection	2	2	248
462.2	Private Fire Protection			
Total Fire Protection Revenue		2	2	\$ 248
464	Other Sales To Public Authorities			
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
Total Water Sales		1,918	1,959	\$ 529,098
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$ 15,147
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			4,970
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
Total Other Water Revenues				\$ 20,117
Total Water Operating Revenues				\$ 549,215

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

**YEAR OF REPORT**

December 31, 2007

UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : \_\_\_\_\_

**WATER UTILITY EXPENSE ACCOUNT MATRIX**

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)
601	Salaries and Wages - Employees	\$ 153,616	\$ 9,860	\$ 1,824
603	Salaries and Wages - Officers, Directors and Majority Stockholders	30,000		
604	Employee Pensions and Benefits	52,404		
610	Purchased Water	0		
615	Purchased Power	17,458	16,716	
616	Fuel for Power Production	0		
618	Chemicals	11,406		
620	Materials and Supplies	20,847	2,524	1,457
631	Contractual Services-Engineering	0		
632	Contractual Services - Accounting	0		
633	Contractual Services - Legal	0		
634	Contractual Services - Mgt. Fees	31,500		
635	Contractual Services - Testing	1,080	580	
636	Contractual Services - Other	70,885	200	21,102
641	Rental of Building/Real Property	17,669	5,825	
642	Rental of Equipment	0		
650	Transportation Expenses	6,689		
656	Insurance - Vehicle	3,139		
657	Insurance - General Liability	10,826		
658	Insurance - Workman's Comp.	5,601		
659	Insurance - Other	0		
660	Advertising Expense	0		
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	0		
667	Regulatory Commission Exp.-Other	0		
668	Water Resource Conservation Exp.	0		
670	Bad Debt Expense	0		
675	Miscellaneous Expenses	15,991	3,285	
Total Water Utility Expenses		\$ 449,111	\$ 38,990	\$ 24,383

UTILITY NAME:

PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY :

**WATER UTILITY EXPENSE ACCOUNT MATRIX**

.3 WATER TREATMENT EXPENSES - OPERATIONS (f)	.4 WATER TREATMENT EXPENSES - MAINTENANCE (g)	.5 TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	.6 TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)
\$ 12,344	\$ 865	\$ 15,434	\$ 9,362	\$ 91,025	\$ 12,902
15,106		8,000		27,977	30,000
				742	1,321
11,406					
3,328	1,991	622	2,474	8,451	
				15,750	15,750
500					
21,600			19,733	8,250	
5,825				6,019	
		5,882		807	
		3,139			
					10,826
1,105		1,105		3,391	
				4,355	8,351
\$ 71,214	\$ 2,856	\$ 34,182	\$ 31,569	\$ 166,767	\$ 79,150

UTILITY NAME:

PLACID LAKES UTILITIES, INC.

**YEAR OF REPORT**

December 31, 2007

SYSTEM NAME / COUNTY :

**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		7,678	(732)	8,410	8,459
February		7,670	(529)	8,199	8,172
March		8,556	(180)	8,736	8,853
April		8,356	(396)	8,752	8,519
May		8,858	(578)	9,436	9,691
June		8,137	(338)	8,475	7,464
July		9,150	(541)	9,691	8,482
August		8,659	(480)	9,139	7,606
September		8,154	(473)	8,627	8,048
October		7,487	(6)	7,493	8,039
November		7,657	(356)	8,013	8,369
December		7,667	(267)	7,934	8,374
Total for Year	0	98,029	(4,876)	102,905	100,076

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:

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

**SOURCE OF SUPPLY**

List for each source of supply:	CAPACITY OF WELL	GALLONS PER DAY FROM SOURCE	TYPE OF SOURCE
Well #1	133,300	83,208	Ground Water
Well #2	133,400	74,131	Ground Water
Well #3	133,300	114,964	Ground Water
_____	_____	_____	_____

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GROUP \_\_\_\_\_

SYSTEM \_\_\_\_\_



UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : \_\_\_\_\_

**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	1,926	1,926
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>2,062</u>

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

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

Use one of the following methods:

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

ERC Calculation:

$$102,905,000/1949/365=144.66$$

$$282022/144.66=1949.55$$

282,022 GPD of average daily system demand

UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : \_\_\_\_\_

**OTHER WATER SYSTEM INFORMATION**

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

1. Present ERCs \* the system can efficiently serve. 2,349
2. Maximum number of ERCs \* which can be served. 2,349
3. Present system connection capacity (in ERCs \*) using existing lines. 4,925
4. Future connection capacity (in ERCs \*) upon service area buildout. 8,454
5. Estimated annual increase in ERCs \*. 40
6. Is the utility required to have fire flow capacity? Yes  
 If so, how much capacity is required? 120,000
7. Attach a description of the fire fighting facilities.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system:  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_
9. When did the company last file a capacity analysis report with the DEP? \_\_\_\_\_
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.

**WASTEWATER  
OPERATION  
SECTION**

Not/Applicable