

# CLASS "B"

## WATER and/or SEWER UTILITIES

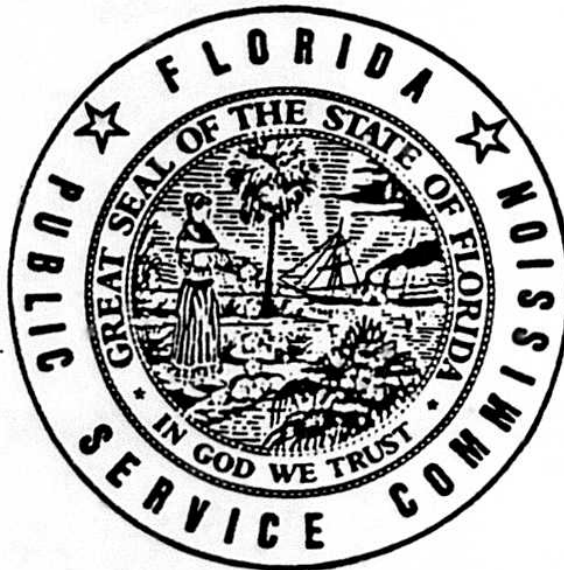
(Gross Revenue of \$150,000 or More but Less Than \$750,000 Each)

# ANNUAL REPORT

OF

WU533 23  
Lighthouse Utilities Company, Inc.  
P. O. Box 428  
Port St. Joe, FL 32457-0428

491-W  
Certificate Number(s)



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

FOR THE  
YEAR ENDED DECEMBER 31, 19 92

## General Instructions

1. Prepare this report in conformity with the 1984 National Association of Regulatory Utility Commissioners Uniform System of Accounts for Water and/or Sewer Utilities.
2. Interpret all accounting words and phrases in accordance with the USQA.
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 typewriter.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statement should be made at the bottom of the page or an additional page inserted. Any additional pages should state the name of the utility, the year of the report, and reference the appropriate schedule.
10. The report should be filled out in quadruplicate and the original and two copies returned by March 31 of the year following the date of the report. The report should be returned to:

Florida Public Service Commission  
Division of Water and Sewer  
101 East Gaines Street  
Tallahassee, Florida 32399-0873

TABLE OF CONTENTS

Schedule	Page	Schedule	Page
<b>Executive Summary</b>			
Certification	E-1	Directors and Affiliates	E-7
General Information	E-2	Affiliation of Officers & Directors	E-8
Directory of Personnel Who Contact The Fla. Public Service Commission	E-3	Businesses Which Are A Byproduct, Coproduct or Joint Product Result of Providing Service	E-9
Company Profile	E-4	Business Transactions With Related Parties - Part I and II	E-10
Parent/Affiliate Organization Chart	E-5	Composite of Statistics	E-11
Compensation of Officers & Directors	E-6		
Business Contracts With Officers,			
<b>Financial Section</b>			
Comparative Balance Sheet - Assets and Other Debits	F-1	Companies	F-13
Comparative Balance Sheet - Equity Capital and Liabilities	F-2	Capital Stock	F-14
Comparative Operating Statement	F-3	Long Term Debt	F-14
Schedule of Year End Rate Base	F-4	Statement of Retained Earnings	F-15
Utility Plant	F-5	Bonds	F-16
Utility Plant Acquisition Adjustments	F-5	Advances from Associated Companies	F-16
Accumulated Depreciation	F-6	Accrued Taxes	F-17
Accumulated Amortization	F-6	Accrued Interest	F-18
Nonutility Property	F-7	Regulatory Commission Expense - Amortization of Rate Case Expense	F-18
Special Deposits	F-7	Misc. Current & Accrued Liabilities	F-19
Investments and Special Funds	F-8	Advances For Construction	F-19
Accounts and Notes Receivable - Net	F-9	Contributions In Aid Of Construction	F-20
Accounts Receivable from Associated Companies	F-10	Additions to CIAC Received from Capacity, Main Extension and Customer Connection Charges	F-21
Notes Receivable from Associated Companies	F-10	Accum. Amortization of C.I.A.C.	F-21
Prepayments	F-11	Additions to CIAC Received from All Developers or Contractors	F-22
Miscellaneous Deferred Debits	F-11	Agreements	F-22
Unamortized Debt Discount and Expense and Premium on Debt	F-12	Reconciliation of Reported Net Income With Taxable Income For	F-23
Extraordinary Property Losses	F-12	Federal Income Taxes	F-23
Notes Payable	F-13	AFUDC Calculation	F-24
Accounts Payable to Associated		AFUDC Capital Structure Adjustments	F-25
<b>Water Operation Section</b>			
Water Utility Plant Accounts	W-1	Statistics	W-6
Water Utility Expense Accounts	W-2	Water Treatment Plant, Mains, Services and Meters	W-7
Water Operating Revenue	W-3	Wells and Well Pumps, Reservoirs, and High Service Pumping	W-8
Basis for Water Depreciation Charges	W-4	Other Water System Information	W-9
Analysis of Entries in Water Depreciation Reserve	W-5	Calculation of ERC's	W-10
Pumping and Purchased Water			
<b>Sewer Operation Section</b>			
Sewer Utility Plant Accounts	S-1	Pumping Equipment and Service Connections	S-6
Sewer Utility Expense Accounts	S-2	Collecting and Force Mains	S-7
Sewer Operating Revenue	S-3	Other Sewer System Information	S-8
Basis for Sewer Depreciation Charges	S-4	Calculation of ERC's	S-9
Analysis of Entries in Sewer Depreciation Reserve	S-5		

**EXECUTIVE  
SUMMARY**



CERTIFICATION OF ANNUAL REPORT

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

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

YES NO

( X ) ( ) 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.

YES NO

( X ) ( ) 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.

YES NO

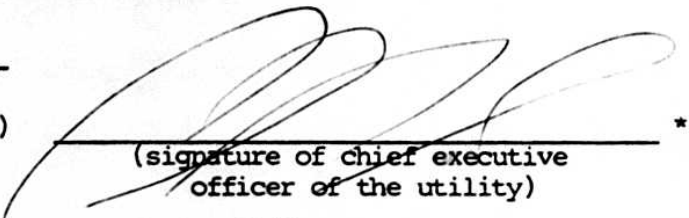
( X ) ( ) 3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility.

YES NO

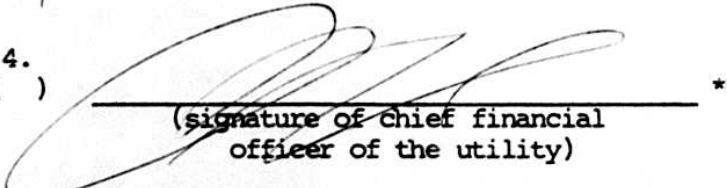
( X ) ( ) 4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct and complete for the period for which it represents.

Items Certified

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

  
 \_\_\_\_\_  
 (signature of chief executive officer of the utility) \*

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

  
 \_\_\_\_\_  
 (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

Lighthouse Utilities Company, Inc.  
 (Exact Name of Utility)

County: Gulf

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

P. O. Box 428  
 Port St. Joe, Fl. 32456

Telephone: (850) 227-7427

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

William J. Rish, Jr.  
 P. O. Box 428  
 Port St. Joe, Fl. 32456

Telephone: (850) 227-7427

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

H. C. #1 Box 501  
 Port St. Joe, Fl. 32456

Telephone: (850) 227-7427

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

Date of original organization of the utility: 7 / 1 / 84

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

Individual  Partnership  Sub S Corporation  1120 Corporation

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

	Name	Percent Ownership
1.	Langdon S. Flowers, Sr.	19.438 %
2.	William J. Rish	15.065 %
3.	Elizabeth W. Thompson	15.812 %
4.	John C. and Annette Thorpe	6.325 %
5.	Howard J. and Shelia Fuerst	26.429 %
6.		%
7.		%
8.		%
9.		%
10.		%

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

DIRECTORY OF PERSONNEL WHO CONTACT THE FLORIDA PUBLIC SERVICE COMMISSION

NAME OF COMPANY REPRESENTATIVE (1)(2)	TITLE OR POSITION	ORGANIZATIONAL UNIT TITLE (3)	USUAL PURPOSE FOR CONTACT WITH FPSC
William J. Rish, Jr.	Manager/ V. President		General Administration and Customer Complaints
William J. Rish	Legal Counsel/ Secretary	Rish & Gibson, P.A.	Legal Matters
Milton E. Clark	C.P.A.	Saltmarsh, Cleveland and Gund	Accounting
Mark Gusmus	C.P.A.	Saltmarsh, Cleveland and Gund	Accounting

- (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.

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

COMPANY PROFILE

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

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

- A. History: Lighthouse Utilities Company purchased the Cape San Blas Water Company in 1984, and was organized and registered with the Florida Secretary of State effective July 1, 1984. In 1986 a new well, pump'g plant, and distribution system was constructed on the Cape San Blas area of South Gulf County. We became regulated by the Florida Public Service Commission in the fall of 1986. The Commission granted us an extension of area in 1993. We now serve 85% of the area certified to us by the PSC.
- B. Services: Lighthouse Utilities provides water only services in the area certified by the FL PSC.
- C. Major goals & objectives: 1. To continue to provide high quality potable water to our customers. 2. To serve all new customers as the area continues to develop. 3. To expand our services to areas designated by the PSC as it becomes economically feasible to do so. 4. To provide a fair return on investment to stockholders of this company.
- D. Divisions & functions: This small rural water company has a general manager, operating manager and billing clerk. There are no divisions, and all functions are the responsibility of the general manager.
- E. 1997 growth was in the area we were authorized to serve in prior years. The number of customers increased by 44 in 1997. We extended the distribution system in 1997, and gained customers in established areas.
- F. Major transactions: Our water useage permit from the NW FL Water Management District was renewed in 1993. We do not anticipate foreseeable problems having a material effect on operations.

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

PARENT / AFFILIATE ORGANIZATION CHART  
Current as of 12/31/97

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

NONE

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 1997
-------------------------------------

COMPENSATION OF OFFICERS

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.

NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF UTILITY (c)	OFFICERS COMPENSATION (d)
William J. Rish, Jr.	Pres/Director/Mgr	100 %	\$ 27,520
William J. Rish	Sec/Director/Legal Counsel	1 %	\$ 0
Elizabeth W. Thompson	Asst Sec/Director	1 %	\$ 0
Ira D. Schonberg	Tres/Director	1 %	\$ 0
Langdon S. Flowers, Jr.	Vice/Pres/Director	1 %	\$ 0
		%	\$
		%	\$
		%	\$

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)
William J. Rish, Jr.	Pres/Director	2	\$ 950
William J. Rish	Sec/Director	2	\$ 1,325
Elizabeth W. Thompson	Asst Sec/Director	2	\$ 1,200
Ira D. Schonberg	Treas/Director	2	\$ 1,200
Langdon S. Flowers, Jr.	Vice/Pres/Director	0	\$ 0
John C. Thorpe	Director	2	\$ 1,325
			\$
			\$



UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 19 97

BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

List all contracts, agreements, or other business arrangements\* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on page E-6. In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.

NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
William J. Rish	Legal	\$ 2,500	Rish & Gibson, P.A. Port St. Joe, Fl. 32456

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

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 19 97

AFFILIATION OF OFFICERS AND DIRECTORS

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

NAME (a)	PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
William J. Rish	Attorney-at-Law	PA	Rish & Gibson, P.A. 303 Fourth Street Port St. Joe, Fl. 32456
Elizabeth W. Thompson	Realtor	Owner	Thompson Realty 1902 Highway 98 Mexico Beach, Fl. 32410
Ira D. Schonberg	Developer	Owner	The Boardwalk Cape San Blas Road Port St. Joe, Fl. 32456
Langdon S. Flowers, Jr.	Developer	President	Barrier Dunes Corporation P. O. Box 997 Thomasville, Ga. 31799
Sheila Fuerst	Retired	N/A	N/A
John C. Thorpe	Retired	N/A	N/A
William J. Rish, Jr.	Realtor	Broker 1902 Highway	Thompson Realty 1902 Highway 98 Mexico Beach, Fl. 32410

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 1997
-------------------------------------

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

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

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

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

**BUSINESS TRANSACTIONS WITH RELATED PARTIES**

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

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

1. Enter in this part all transactions involving services and products received or provided.
2. Below are some types of transactions to include:
  - management, legal and accounting services
  - computer services
  - engineering & construction services
  - repairing and servicing of equipment
  - material and supplies furnished
  - leasing of structures, land and equipment
  - rental transactions
  - sale, purchase or transfer of various products

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION SERVICE AND/OR NAME OF PRODUCT (b)	CONTRACT OR AGREEMENT EFFECTIVE DATES (c)	ANNUAL CHARGES	
			(P)urchased/ or (S)old (d)	/AMOUNT (e)
				\$

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.
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.
  - writeoff of bad debts or loans.
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 (column (c) - column (d)).
  - (f) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value.

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION OF ITEMS (b)	SALE OR PURCHASE PRICE (c)	NET BOOK VALUE (d)	GAIN OR LOSS (e)	FAIR MARKET VALUE (f)
NONE		\$	\$	\$	\$

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

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

DESCRIPTION (a)	WATER (b)	SEWER (c)
PLANT (Intrastate Only)(000's Omitted):		
Plant in Service	\$ 1,234,633	\$
Construction Work In Progress		
Plant Acquisition Adjustment	124,053	
Plant Held For Future Use		
Materials and Supplies		
Less:		
Accumulated Depreciation and Accumulated Amortization	422,467	
Contributions In Aid Of Construction	403,034	
Net Book Cost	\$ 533,185	\$
REVENUES AND EXPENSES (Intrastate Only)(000's Omitted):		
Operating Revenues	\$ 228,205	\$
Depreciation and Amortization Expense	\$ 22,193	\$
Income Tax Expense		
Taxes Other Than Income	23,374	
Other Operating Expenses	125,177	
Total Operating Expenses	\$ 170,744	\$
Net Operating Income	\$ 57,461	\$
Other Income	\$ 1,998	\$
Other Income Deductions	1,907	
Net Income	\$ 57,552	\$
CUSTOMERS (Intrastate Only):		
Residential - Yearly Average	616	
Commercial - Yearly Average	3	
Industrial - Yearly Average	6	
Others - Yearly Average		
Total	625	
OTHER STATISTICS (Intrastate Only):		
Average Annual Residential Use Per 1,000 Gallons		
Average Annual Residential Cost Per 1,000 Gallons	\$	\$
Average Residential Monthly Bill	\$	\$
Gross Plant Investment Per Customer	\$	\$



**FINANCIAL  
SECTION**

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
<b>UTILITY PLANT</b>				
101-105	Utility Plant	F-5	\$ 1,234,633	\$ 1,134,178
108-110	Less: Accumulated Depreciation and Amortization	F-6	372,824	335,895
	Net Plant		\$ 861,809	\$ 798,283
114-115	Utility Plant Acquisition Adjustments (Net)	F-5	74,410	78,923
	Other Plant Adj. (Specify)			
	Total Net Utility Plant		\$ 936,219	\$ 877,206
<b>OTHER PROPERTY AND INVESTMENTS</b>				
121	Nonutility Property	F-7	\$ 20,000	\$ 20,000
122	Less: Accumulated Depreciation and Amortization			
	Net Nonutility Property		\$ 20,000	\$ 20,000
123	Investment In Associated Companies	F-8		
124	Utility Investments	F-8		
125	Other Investments	F-8		
127	Other Special Funds	F-8		
	Total Other Property & Investments		\$ 20,000	\$ 20,000
<b>CURRENT AND ACCRUED ASSETS</b>				
131	Cash		\$ 55,372	\$ 21,258
132	Special Deposits	F-7		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-9	13,239	11,420
145	Accounts Receivable from Associated Companies	F-10		
146	Notes Receivable from Associated Companies	F-10		
151	Material and Supplies			
162	Prepayments	F-11		
171	Accrued Interest and Dividends Receivable			
174	Misc. Current and Accrued Assets			
	Total Current and Accrued Assets		\$ 68,611	\$ 32,678

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 1997
-------------------------------------

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
	DEFERRED DEBITS			
181	Unamortized Debt Discount & Expense	F-12	\$ _____	\$ _____
182	Extraordinary Property Losses	F-12	_____	_____
186	Misc. Deferred Debits	F-11	_____	_____
190	Accumulated Deferred Income Taxes		_____	_____
	Total Deferred Debits		\$ _____	\$ _____
	TOTAL ASSETS AND OTHER DEBITS		\$ <u>1,024,830</u>	\$ <u>929,884</u>

NOTES TO THE BALANCE SHEET

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

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 19 97

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
<b>EQUITY CAPITAL</b>				
201	Common Stock Issued	F-14	\$ 302	\$ 302
204	Preferred Stock Issued	F-14		
211	Other Paid-In Capital		294,939	294,939
212	Discount on Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-15	287,831	230,279
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
	<b>Total Equity Capital</b>		<b>\$ 583,072</b>	<b>\$ 525,520</b>
<b>LONG TERM DEBT</b>				
221	Bonds	F-16		
223	Advances from Associated Companies	F-16		
224	Other Long Term Debt	F-14	15,000	28,500
	<b>Total Long Term Debt</b>		<b>\$ 15,000</b>	<b>\$ 28,500</b>
<b>CURRENT AND ACCRUED LIABILITIES</b>				
231	Accounts Payable		\$ 2,258	\$ 2,910
232	Notes Payable	F-13		
233	Accounts Payable to Associated Co.	F-13		
234	Notes Payable to Associated Co.	F-13		
235	Customer Deposits			
236	Accrued Taxes	F-17		
237	Accrued Interest	F-18	712	1,318
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current and Accrued Liabilities	F-19		
	<b>Total Current and Accrued Liabilities</b>		<b>\$ 2,970</b>	<b>\$ 4,228</b>

## COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
DEFERRED CREDITS				
251	Unamortized Premium on Debt	F-12	\$	\$
252	Advances for Construction	F-19	20,753	20,753
253	Other Deferred Credits			
255	Accumulated Deferred Investment Tax Credits			
	Total Deferred Credits		\$ 20,753	\$ 20,753
OPERATING RESERVES				
261	Property Insurance Reserve		\$	\$
262	Injuries and Damages Reserve			
263	Pensions and Benefits Reserve			
265	Miscellaneous Operating Reserves			
	Total Operating Reserves		\$	\$
CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions In Aid of Construction	F-20	\$ 600,503	\$ 529,103
272	Accumulated Amortization of Contri- butions In Aid of Construction	F-21	197,468	178,220
	Total Net C.I.A.C.		\$ 403,035	\$ 350,883
ACCUMULATED DEFERRED INCOME TAXES				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$	\$
282	Accumulated Deferred Income Taxes - Liberalized Depreciation			
283	Accumulated Deferred Income Taxes - Other			
	Total Accum. Deferred Income Taxes		\$	\$
	TOTAL EQUITY CAPITAL AND LIABILITIES		\$ 1,024,830	\$ 929,884

CORRECTED

YEAR OF REPORT DECEMBER 31, 19 97
--------------------------------------

UTILITY NAME: Lighthouse Utilities Company, Inc.

## COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	REF. PAGE (d)	CURRENT YEAR (e)
	UTILITY OPERATING INCOME			
400	Operating Revenues -----	\$ 215,874	F-3(b)	\$ 228,205
401	Operating Expenses -----	\$ 115,139	F-3(b)	\$ 125,177
403	Depreciation Expense -----	17,199	F-6	17,680
406	Amortization of Utility Plant Acquisition Adjustment -----	4,513		0
407	Amortization Expense -----			
408.1	Taxes Other Than Income -----	21,053	F-17	23,374
409.1	Income Taxes -----		F-17	
410.10	Deferred 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 -----	\$ 157,904		\$ 166,231
	Utility Operating Income -----	\$ 57,970		\$ 61,974
413	Income From Utility Plant Leased to Others -----			
414	Gains (Losses) From Disposition of Utility Property -----			
	Total Utility Operating Income [Enter here and on Page F-3(c)] -----	\$ 57,970		\$ 61,974

F-3(a)



CORRECTED

COMPARATIVE OPERATING STATEMENT (Cont'd)

REF. PAGE (f)	WATER (g)	REF. PAGE (h)	SEWER (i)	OTHER (j)
W-3	\$ 228,205	S-3	\$	\$
W-2	\$ 125,177	S-2	\$	\$
F-6	17,680	F-6		
	0	F-6		
F-6		F-6		
F-17	23,376	F-17		
F-17		F-17		
	\$ 166,231		\$	\$
	\$ 61,974		\$	\$
	\$ 61,974		\$	\$

F-3(b)

CORRECTED

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	REF. PAGE (d)	CURRENT YEAR (e)
	Total Utility Operating Income [From Page F-3(a)]	\$ 57,970		\$ 61,974
	<b>OTHER INCOME AND DEDUCTIONS</b>			
415	Revenues From Merchandising, Jobbing and Contract Deductions	\$		\$
416	Costs and Expenses of Merchandising, Jobbing and Contract Work			
419	Interest and Dividend Income			
420	Allowance for Funds Used During Construction	1,552		1,993
421	Nonutility Income			
426	Miscellaneous Nonutility Expenses	161		15
	Total Other Income and Deductions	\$ 1,391		\$ 1,983
	<b>TAXES APPLICABLE TO OTHER INCOME</b>			
408.20	Taxes Other Than Income	\$	F-17	\$
409.20	Income Taxes		F-17	
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	\$ 2,743	F-18	\$ 1,892
428	Amortization of Debt Discount & Expense		F-12	
429	Amortization of Premium on Debt		F-12	
	Total Interest Expense	\$ 2,743		\$ 1,892
	<b>EXTRAORDINARY ITEMS</b>			
433	Extraordinary Income	\$		\$
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
	Total Extraordinary Items	\$		\$
	<b>NET INCOME</b>	\$ 56,618		\$ 62,065

CORRECTED

UTILITY NAME: Lighthouse Utilities Company, Inc.YEAR OF REPORT  
DECEMBER 31, 1997

## SCHEDULE OF YEAR END RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	SEWER UTILITY (e)
101	Utility Plant In Service	F-5	\$ 1,234,633	\$
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-6	372,824	
118	Accumulated Amortization	F-6		
271	Contributions In Aid of Construction	F-20	600,503	
252	Advances for Construction	F-19	20,753	
	Subtotal		\$ 240,553	\$
	Additions:			
272	Accumulated Amortization of Contributions In Aid of Construction	F-21	197,468	
	Subtotal		\$ 438,021	\$
	Plus or Minus:			
114	Acquisition Adjustments (2)	F-5		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-5	15,647	
	Working Capital Allowance (3)			
	Other (Specify):			
	RATE BASE		\$ 453,668	\$
	UTILITY OPERATING INCOME		\$ 61,974	\$
	ACHIEVED RATE OF RETURN		13.66 %	%

## NOTES :

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

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 1997
-------------------------------------

UTILITY PLANT (ACCTS. 101 - 106)

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
	Plant Accounts:				
101	Utility Plant In Service	\$ 1,234,633	\$ -	\$ -	\$ 1,234,633
102	Utility Plant Leased to Others	-	-	-	-
103	Property Held for Future Use	-	-	-	-
104	Utility Plant Purchased or Sold	-	-	-	-
105	Construction Work In Progress	-	-	-	-
	Total Utility Plant	\$ 1,234,633	\$ -	\$ -	\$ 1,234,633

UTILITY PLANT ACQUISITION ADJUSTMENTS (ACCTS. 114 - 115)

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

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACQUISITION ADJUSTMENTS (114):				
	\$ 124,053	\$ -	\$ -	\$ 124,053
	-	-	-	-
	-	-	-	-
Total Plant Acquisition Adjs.	\$ 124,053	\$ -	\$ -	\$ 124,053
ACCUMULATED AMORTIZATION (115):				
	\$ 49,643	\$ -	\$ -	\$ 49,643
	-	-	-	-
	-	-	-	-
Total Accumulated Amortization	\$ 49,643	\$ -	\$ -	\$ 49,643
Net Acquisition Adjustments	\$ 74,410	\$ -	\$ -	\$ 74,410

ACCUMULATED DEPRECIATION (ACCT. 108)

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
Balance first of year -----	\$ 335,895	\$ -----	\$ -----	\$ 335,895
Credit during year:				
Accruals charged to Account 108 -----	\$ 36,929	\$ -----	\$ -----	\$ 36,929
Accruals charged other accounts (specify) -----				
-----				
Salvage -----				
Other credits (specify) -----				
-----				
Total credits -----	\$ 36,929	\$ -----	\$ -----	\$ 36,929
Debits during year:				
Book cost of plant retired -----	\$ -----	\$ -----	\$ -----	\$ -----
Cost of removal -----				
Other debits (specify) -----				
-----				
Total debits -----	\$ -----	\$ -----	\$ -----	\$ -----
Balance end of year -----	\$ <u>372,824</u>	\$ -----	\$ -----	\$ <u>372,824</u>

ACCUMULATED AMORTIZATION (ACCT. 110)

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
Balance first of year -----	\$ -----	\$ -----	\$ -----	\$ -----
Credit during year:				
Accruals charged to Account 110 -----	\$ N/A	\$ -----	\$ -----	\$ -----
Other credits (specify) -----				
-----				
Total credits -----	\$ -----	\$ -----	\$ -----	\$ -----
Debits during year:				
Book cost of plant retired -----	\$ -----	\$ -----	\$ -----	\$ -----
Other debits (specify) -----				
-----				
Total debits -----	\$ -----	\$ -----	\$ -----	\$ -----
Balance end of year -----	\$ -----	\$ -----	\$ -----	\$ -----





UTILITY NAME Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

INVESTMENTS AND SPECIAL FUNDS (ACCTS. 123 - 127)

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

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (ACCT. 123)	\$	\$ N/A
_____	\$	-----
_____	\$	-----
_____	\$	-----
_____	\$	-----
Total Investment In Associated	\$	-----
UTILITY INVESTMENTS (ACCT. 124):	\$	\$ N/A
_____	\$	-----
_____	\$	-----
_____	\$	-----
_____	\$	-----
Total Utility Investments	\$	-----
OTHER INVESTMENTS (ACCT. 125):	\$	\$ N/A
_____	\$	-----
_____	\$	-----
_____	\$	-----
_____	\$	-----
Total Other Investments	\$	-----
SPECIAL FUNDS (ACCT. 127):		\$ N/A
_____		-----
_____		-----
_____		-----
Total Special Funds	\$	-----

UTILITY NAME Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

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

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

DESCRIPTION (a)	TOTAL (b)
<b>ACCOUNTS RECEIVABLE:</b>	
Customer Accounts Receivable (Acct. 141):	
Water -----	\$ 13,239
Sewer -----	
Other -----	
Total Customer Accounts Receivable -----	\$ 13,239
<b>OTHER ACCOUNTS RECEIVABLE (Acct. 142):</b>	
-----	\$ -----
-----	
-----	
Total Other Accounts Receivable -----	
<b>NOTES RECEIVABLE (Acct. 144):</b>	
-----	\$ -----
-----	
-----	
Total Notes Receivable -----	
Total Accounts and Notes Receivable -----	\$ 13,239
<b>ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Acct. 143)</b>	
Balance first of year -----	\$ -----
Add: Provision for uncollectibles for current year -----	\$ -----
Collections of accounts previously written off -----	
Utility accounts -----	
Others -----	
Total Additions -----	\$ -----
Deduct accounts written off during year:	
Utility Accounts -----	\$ -----
Other -----	
Total accounts written off -----	\$ -----
Balance end of year -----	\$ - 0 -
Total Accounts and Notes Receivable - Net -----	\$ 13,239

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES (ACCT. 145)

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
	\$
	N/A
Total	\$

NOTES RECEIVABLE FROM ASSOCIATED COMPANIES (ACCT. 146)

Report each note receivable from associated companies separately.

DESCRIPTION (a)	INTEREST RATE (b)	TOTAL (c)
	\$	
		N/A
Total	\$	

UTILITY NAME Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

PREPAYMENTS (ACCT. 162)

DESCRIPTION (a)	TOTAL (b)
Prepaid Insurance _____	\$ N/A
Prepaid Rents _____	_____
Prepaid Interest _____	_____
Prepaid Taxes _____	_____
Other Prepayments (Specify): _____	_____
_____	_____
_____	_____
Total Prepayments _____	\$ _____

MISCELLANEOUS DEFERRED DEBITS (ACCT. 186)

DESCRIPTION (a)	TOTAL (b)
MISCELLANEOUS DEFERRED DEBITS (Acct. 186):	
Deferred Rate Case Expense (Acct. 186.1) _____	\$ N/A
Other Deferred Debits (Acct. 186.2) _____	_____
Total Miscellaneous Deferred Debits _____	\$ _____

UTILITY NAME Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT (ACCTS. 181 and 251)

Report the net discount and expense or premium separately for each security issue.

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Acct. 181):		N/A
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
Total Unamortized Debt Discount and Expense _____	\$ _____	\$ _____
UNAMORTIZED PREMIUM ON DEBT (Acct. 251):		
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
Total Unamortized Premium on Debt _____	\$ _____	\$ _____

EXTRAORDINARY PROPERTY LOSSES (ACCT. 182)

Report each item separately.

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

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

NOTES PAYABLE (ACCTS. 232 and 234)

DESCRIPTION (a)	NOMINAL DATE OF ISSUE (b)	DATE OF MATURITY (c)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (f)
			RATE (d)	FREQUENCY OF PAYMENT (e)	
ACCOUNT 232 - NOTES PAYABLE:					
	---	---	⌘		\$ N/A
	---	---	⌘		---
	---	---	⌘		---
	---	---	⌘		---
	---	---	⌘		---
Total Account 232					\$
					-----
ACCOUNT 234 - NOTES PAYABLE TO ASSOCIATED COMPANIES:					
	---	---	⌘		\$ N/A
	---	---	⌘		---
	---	---	⌘		---
	---	---	⌘		---
	---	---	⌘		---
Total Account 234					\$
					-----

ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES (ACCT. 233)

Report each account payable separately.

DESCRIPTION (a)	TOTAL (b)
	\$ N/A
	---
	---
	---
	---
	---
	---
	---
Total	\$
	-----





STATEMENT OF RETAINED EARNINGS

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

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings:	
	Balance beginning of year	\$ 230,279
	Changes to account:	
439	Adjustments to Retained Earnings (requires Commission approval prior to use):	
	Credits:	\$
	Total Credits	\$
	Debits:	\$
	Total Debits	\$
435	Balance Transferred from Income	\$ 57,552
436	Appropriations of Retained Earnings:	\$
	Total Appropriations of Retained Earnings	\$
	Dividends Declared:	
437	Preferred Stock Dividends Declared	\$
438	Common Stock Dividends Declared	\$
	Total Dividends Declared	\$
	Balance end of year	\$ 287,831
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end):	\$
	Total Appropriated Retained Earnings	\$
	Total Retained Earnings	\$ 287,831

Notes to Statement of Retained Earnings:



ACCRUED TAXES (ACCT. 236)

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER (e)	TOTAL (f)
	Balance First of Year	\$ - 0 -	\$	\$	\$ - 0 -
408.10	Accruals Charged:				
	Utility Regulatory				
408.11	Assessment Fees	\$ 9,730	\$	\$	\$ 9,730
408.12	Property Taxes	6,910	-	-	6,910
408.13	Payroll Taxes	6,273	-	-	6,273
409.10	Other Taxes & Licenses	461	-	-	461
409.11	Federal Income Taxes	-	-	-	-
410.10	State Income Taxes	-	-	-	-
410.11	Taxes Applicable To Other Income (Accts. 408.2, 409.2, 409.3, 410.2)	-	-	-	-
	Total Taxes Accrued	\$ 23,374	\$	\$	\$ 23,374
	Taxes Paid During Year:				
408.10	Utility Regulatory				
	Assessment Fees				
408.11	Property Taxes	\$	\$	\$	\$
408.12	Payroll Taxes	-	-	-	-
408.13	Other Taxes & Licenses	-	-	-	-
409.10	Federal Income Taxes	-	-	-	-
409.11	State Income Taxes	-	-	-	-
	Taxes Applicable To Other Income (Accts. 408.2, 409.2, 409.3, 410.2)	-	-	-	-
	Total Taxes Paid	\$ 23,374	\$	\$	\$ 23,374
	Balance End of Year	\$ - 0 -	\$	\$	\$ - 0 -

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 1997
-------------------------------------

ACCRUED INTEREST (ACCT. 237)

DESCRIPTION OF DEBT (a)	BALANCE BEGINNING OF YEAR (b)	INTEREST ACCRUED DURING YEAR		INTEREST PAID DURING YEAR (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
ACCOUNT NO. 237.1 - ACCRUED INTEREST ON LONG TERM DEBT:	\$		\$	\$	\$
John Thorpe	439	427.2	631	833	237
Ida Baker	439	427.2	631	833	237
Sheila Fuerst	440	427.2	630	832	238
Total Account No. 237.1	\$ 1,318		\$ 1,892	\$ 2,498	\$ 712
ACCOUNT NO. 237.2 - ACCRUED INTEREST ON OTHER LIABILITIES:	\$		\$	\$	\$
Total Account No. 237.2	\$		\$	\$	\$
Total Account No. 237	\$ 1,318		\$ 1,892	\$ 2,498	\$ 712

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

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	AMOUNT TRANSFERRED TO ACCT. NO. 186.1 (c)	CHARGED OFF DURING YEAR	
			ACCT. (d)	AMOUNT (e)
N/A	\$	\$		\$
Total	\$	\$		\$











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

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

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

DESCRIPTION (a)	REF. (b)	AMOUNT (c)
Net income for the year		\$ 57,552
Reconciling items for the year:		
Taxable income not reported on books:		
Additions to CIAC		71,400
_____		-----
_____		-----
_____		-----
Deductions recorded on books not deducted for return:		
_____		-----
_____		-----
_____		-----
_____		-----
Income recorded on books not included in return:		
Water Revenue		(1,819)
_____		-----
_____		-----
_____		-----
Deduction on return not charged against book income:		
Decrease in Accounts Payable		(651)
Depreciation and Amortization		(32,361)
Decrease in Accrued Interest		(605)
_____		-----
_____		-----
Federal tax net income		\$ 93,516
Computation of tax:		
Company is an "S" Corporation, therefore there is no corporate level income tax.		

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

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

SCHEDULE "A"

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

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (1) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (d)	WEIGHTED COST [c x d] (e)
Common Equity	\$ N/A	%	%	%
Preferred Stock		%	%	%
Long Term Debt		%	%	%
Customer Deposits		%	%	%
Tax Credits - Zero Cost		%	0.00 %	%
Tax Credits - Weighted Cost		%	%	%
Deferred Income Taxes		%	%	%
Other (Explain)		%	%	%
<b>Total</b>	\$ _____	<b>100.00 %</b>		_____ %

- (1) Should equal amounts on Schedule B, Column (f), Page F-25.
- (2) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

APPROVED AFUDC RATE

Current Commission approved AFUDC rate:	_____ %
Commission order approving AFUDC rate:	_____

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

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 1997
-------------------------------------

SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	NON-UTILITY ADJUSTMENTS (c)	NON-JURIS. ADJUSTMENTS (d)	OTHER (1) ADJUSTMENTS (e)	CAPITAL STRUCTURE USED FOR AFUDC CALCULATION (f)
Common Equity	\$	\$	\$	\$	\$
Preferred Stock					
Long Term Debt					
Customer Deposits		N/A			
Tax Credits - Zero Cos					
Tax Credits - Weighted Cost of Capital					
Deferred Income Taxes					
Other (Explain)					
<b>Total</b>	\$	\$	\$	\$	\$

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



**WATER  
OPERATION  
SECTION**

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)
301	Organization	\$ 8,570	\$	\$
302	Franchises			
303	Land and Land Rights	26,000		
304	Structures and Improvements	28,898		
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			
307	Wells and Springs	30,000		
308	Infiltration Galleries and Tunnels			
309	Supply Mains	188,943		
310	Power Generation Equipment			
311	Pumping Equipment	197,446		
320	Water Treatment Equipment	7,193		
330	Distribution Reservoirs and Standpipes	32,000		
331	Transmission and Distribution Mains	530,775	94,090	
333	Services	63,489	5,076	
334	Meters and Meter Installations	18,314	1,289	
335	Hydrants			
339	Other Plant and Miscellaneous Equipment			
340	Office Furniture and Equip.	2,550		
341	Transportation Equipment			
342	Stores Equipment			
343	Tools, Shop and Garage Equip.			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	Total Water Plant	\$ 1,134,178	\$ 100,455	\$

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



UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 97
--------------------------------------

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	\$ 31,425	\$ 44	\$ 3,240
603	Salaries and Wages - Officers, Directors and Majority Stockholders	32,828	4,271	
604	Employee Pensions and Benefits			
610	Purchased Water			XXXXXXXXXXXXXXXX
615	Purchased Power	10,903	9,803	XXXXXXXXXXXXXXXX
616	Fuel for Power Purchased			XXXXXXXXXXXXXXXX
618	Chemicals	2,086	2,086	
620	Materials and Supplies	14,560		
631	Contractual Services - Eng.	5,521	4,500	
632	Contractual Services - Acct.	4,348		
633	Contractual Services - Legal	2,800		
634	Contractual Services - Management Fees			
635	Contractual Services - Other	3,705		
641	Rental of Building/Real Property	1,500		
642	Rental of Equipment			
650	Transportation Expenses	6,545		
656	Insurance - Vehicle			
657	Insurance - General Liability	5,861		
658	Insurance - Workman's Compensation			
659	Insurance - Other			
660	Advertising Expense		XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
666	Regulatory Commission Expenses - Amortization of Rate Case Expense		XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
667	Regulatory Commission Expenses - Other		XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
670	Bad Debt Expense		XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
675	Miscellaneous Expenses	3,095		
	Total Water Utility Expenses	\$ 125,177	\$ 20,704	\$ 3,240

WATER EXPENSE ACCOUNT MATRIX

.3 WATER TREATMENT EXPENSES - OPERATIONS (f)	.4 WATER TREATMENT EXPENSES - MAINTENANCE (g)	.5 TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	.6 TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMINISTRATIVE & GENERAL EXPENSES (k)
\$ 44	\$ 6,751	\$ 89	\$ 14,312	\$ 3,626	\$ 3,319
1,423		1,139		3,701	22,294
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXX		XXXXXXXXXXXXXXXX		1,100
	XXXXXXXXXXXXXXXX		XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
		459	7,455		6,646
			1,021		4,348
					2,800
	3,300				405
				750	750
		3,828			2,717
					5,861
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
					3,095
\$ 1,467	\$ 10,051	\$ 5,515	\$ 22,788	\$ 8,077	\$ 53,335



UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>
---

WATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
	Operating Revenues:			
460	Unmetered Water Revenue			\$
	Metered Water Revenue:			
461.1	Metered Sales to Residential Customers	593	636	\$ 185,377
461.2	Metered Sales to Commercial Customers	3	3	10,787
461.3	Metered Sales to Industrial Customers			
461.4	Metered Sales to Public Authorities	5	6	26,478
461.5	Metered Sales to Multiple Family Dwellings			
	Total Metered Sales	601	645	\$ 222,642
	Fire Protection Revenue:			
462.1	Public Fire Protection			\$
462.2	Private Fire Protection			
	Total Fire Protection Revenue			\$
464	Other Sales To Public Authorities			\$
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
	Totals	601	645	\$ 222,642
	Other Water Revenues:			
469	Guaranteed Revenues			\$
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			5,563
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
	Total Other Water Revenues			\$
	Total Water Operating Revenues			\$ 228,205



UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

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		%	2.8149 %
305	Collecting and Impounding Reservoirs		%	%
306	Lake, River and Other Intakes		%	%
307	Wells and Springs		%	7.0561 %
308	Infiltration Galleries and Tunnels		%	%
309	Supply Mains		%	1.9819 %
310	Power Generation Equipment		%	%
311	Pumping Equipment		%	7.0561 %
320	Water Treatment Equipment		%	7.0561 %
330	Distribution Reservoirs and Standpipes		%	1.9818 %
331	Transmission and Distribution Mains		%	1.9818 %
333	Services		%	1.9818 %
334	Meters and Meter Installations		%	%
335	Hydrants		%	%
339	Other Plant and Miscellaneous Equipment		%	7.0561 %
340	Office Furniture and Equip.		%	%
341	Transportation Equipment		%	%
342	Stores Equipment		%	%
343	Tools, Shop and Garage Equip.		%	%
344	Laboratory Equipment		%	%
345	Power Operated Equipment		%	%
346	Communication Equipment		%	%
347	Miscellaneous Equipment		%	%
348	Other Tangible Plant		%	%
	Water Plant Composite Depreciation Rate *		%	%

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

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 19 97

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	\$ 9,146	\$ 813	\$	\$ 813
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	22,005	2,117		2,117
308	Infiltration Galleries and Tunnels				
309	Supply Mains	38,283	3,745		3,745
310	Power Generation Equipment				
311	Pumping Equipment	147,625	13,932		13,932
320	Water Treatment Equipment	4,696	508		508
330	Distribution Reservoirs and Standpipes	23,472	2,258		2,258
331	Transmission and Distribution Mains	72,009	11,451		11,451
333	Services	10,354	1,309		1,309
334	Meters and Meter Installations	3,301	376		376
335	Hydrants				
339	Other Plant and Miscellaneous Equipment				
340	Office Furniture and Equip.	1,870	180		180
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop and Garage Equip.				
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
	Total Depreciable Water Plant In Service	\$332,761	\$36,689	\$	\$36,689

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



UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

SYSTEM NAME: \_\_\_\_\_

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	---	2,652	433	2,219	2,219
February	---	2,914	1,536	1,378	1,378
March	---	3,432	993	2,439	2,439
April	---	3,198	285	2,913	2,913
May	---	3,533	772	2,761	2,761
June	---	3,813	678	3,135	3,135
July	---	4,511	343	4,168	4,168
August	---	3,790	1,701	2,089	2,089
September	---	2,838	722	2,116	2,116
October	---	2,623	165	2,458	2,458
November	---	2,487	430	2,057	2,057
December	---	2,626	834	1,792	1,792
Total for year	-----	<u>38,417</u>	<u>8,892</u>	<u>29,525</u>	<u>29,525</u>

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:

NONE

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

UTILITY SYSTEM: \_\_\_\_\_

WATER TREATMENT PLANT INFORMATION

Type of treatment (reverse osmosis, etc.): \_\_\_\_\_

Methods used (sedimentation, chemical, aerated, etc.): \_\_\_\_\_

LIME TREATMENT

Unit rating (GPM): \_\_\_\_\_ Manufacturer: \_\_\_\_\_

FILTRATION

Type and area:  Pressure → Square Feet: \_\_\_\_\_

Gravity → GPM/Square Feet: \_\_\_\_\_

MAINS

TYPE OF PIPE (Galvanized, Cast Iron, PVC, Etc.)	DIAMETER OF PIPE (in inches)	MAINS BEGINNING OF YEAR (in feet)	ADDITIONS	RETIREMENTS	MAINS END OF YEAR (in feet)
PVC - PR 160	12"	13,000			13,000
	8"	51,130	2,460		53,590
	6"	25,363	4,080		29,443
	4"	55,700			55,700
Total feet of mains		145,193	6,540		151,733

SERVICES AND METERS

METERS IN SERVICE	METERS BEGINNING OF YEAR	ADDITIONS	RETIREMENTS	METERS END OF YEAR
5/8" - 3/4"	593	43		636
1"	1			1
2"				
3"				
4"	2			2
6"				
8"				
Other (Specify): <u>1 1/2</u>	5	1		6
Total meters in service	601	44		645
Total meters in stock				
Number of services in use	601	44		645

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

SYSTEM NAME: \_\_\_\_\_

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed	1981	1986		
Types of Well Construction and Casing	Drilled A53 Blk Pipe	Drilled A53 Blk Pipe		
Depth of Wells	580'	700'		
Diameters of Wells	6"	16"		
Pump - GPM	287	450		
Motor - HP	7.5	50		
Yields of Wells in GPD	413,280	648,000		
Auxiliary Power	None	Gas Generator		

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete or pneumatic)	Steel	Steel		
Capacity of Tank	24,000	24,000		
Ground or Elevated	Ground	Ground		

HIGH SERVICE PUMPING

MOTORS (a)	(b)	(c)	(d)	(e)
Manufacturer	Aurora	Aurora (2)		
Type	Hi-Nema/JM	Hi-nema/JM		
Rated Horsepower	10	15		
PUMPS				
Manufacturer	Peerless	Aurora		
Type	Turbin ES	Turbin ES		
Capacity in GPM	150	260		
Average Number Of Hours Operated Per Day	3	7		
Auxiliary Power	None	Gas Generator		



UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

UTILITY SYSTEM: \_\_\_\_\_

SOURCE OF SUPPLY

List for each source of supply:			
Gals. per day of source	<u>94,356</u>	_____	_____
Type of source	<u>FL Aquafer</u>	_____	_____

WATER TREATMENT FACILITIES

List for each water treatment facility:			
Type	<u>Automatic</u>	<u>Automatic</u>	_____
Make	<u>Regal #215</u>	<u>Regal #215</u>	_____
Gals. per day capacity	<u>250,000</u>	<u>250,000</u>	_____
Method of measurement	<u>metered</u>	<u>metered</u>	_____

OTHER WATER SYSTEM INFORMATION

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

1. Present ERC's \* that system can efficiently serve. 1,250
2. Estimated annual increase in ERC's \* . Less than 50
3. List fire fighting facilities and capacities.  
Developer Installed Fire Hydrants
4. List percent of certificated area where service connections are installed (total for each county). 100% Gulf County
5. What is the current need for system upgrading and/or expansion? Plans underway for new extensions
6. What are plans for future system upgrading and/or expansion? Plans underway for new territory
7. Have questions 6 and 7 been discussed with an engineer (if so, state name and address)? Yes, Preble-Rish, Inc.  
326 Reid Avenue, Port St. Joe, Fl. 32456
8. Have questions 6 and 7 been discussed with appropriate state sanitary engineering office? No

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

UTILITY NAME: Lighthouse Utilities Company, Inc.

YEAR OF REPORT  
DECEMBER 31, 1997

UTILITY SYSTEM: \_\_\_\_\_

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
5/8"	Displacement	1.0		
3/4"	Displacement	1.5		
1"	Displacement	2.5	636	954.0
1 1/2"	Displacement or Turbine	5.0	1	2.5
2"	Displacement, Compound or Turbine	8.0	6	30.0
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0	2	50.0
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				1,036.5

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL CONNECTIONS

$$\left( \frac{29,525,000}{\text{(total gallons sold)}} / 365 \text{ days} \right) / 350 \text{ gpd} = 231.12$$

# **WASTEWATER OPERATING SECTION**

**Note:** This utility is a water only service; therefore, Pages S-1 through S-9 have been omitted from this report.