

CLASS "B"

WATER and/or SEWER UTILITIES

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

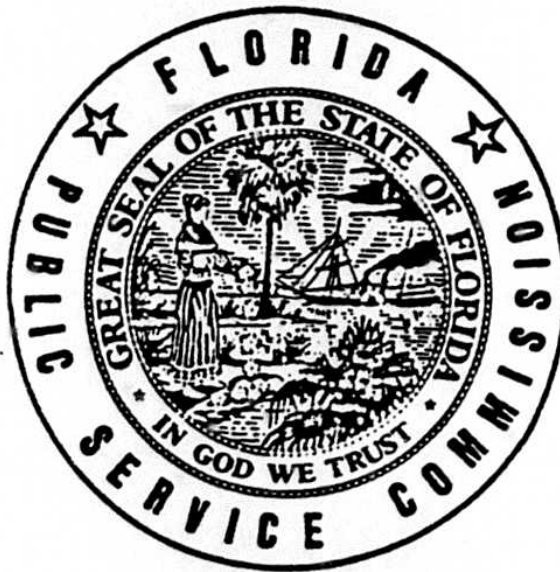
ANNUAL REPORT

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 98

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
Executive Summary			
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,			
Financial Section			
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. Additions to CIAC Received from All Developers or Contractors	F-21
Prepayments	F-11	Agreements	F-22
Miscellaneous Deferred Debits	F-11	Reconciliation of Reported Net Income With Taxable Income For	
Unamortized Debt Discount and Expense and Premium on Debt	F-12	Federal Income Taxes	F-23
Extraordinary Property Losses	F-12	AFUDC Calculation	F-24
Notes Payable	F-13	AFUDC Capital Structure Adjustments	F-25
Accounts Payable to Associated			
Water Operation Section			
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			
Sewer Operation Section			
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		



Saltmarsh, Cleaveland & Gund
Certified Public Accountants
and Consultants
Since 1944

Florida Institute of
Certified Public Accountants
American Institute of
Certified Public Accountants
AICPA Private
Companies Practice Section
AICPA SEC
Practice Section

Board of Directors
Lighthouse Utilities Company, Inc.
Port St. Joe, Florida

We have compiled the balance sheet of Lighthouse Utilities Company, Inc. as of December 31, 1998, and the related statements of income and retained earnings for the year then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Florida Public Service Commission information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements (including related disclosures) and supplementary information are presented in accordance with the requirements of the Florida Public Service Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Saltmarsh, Cleaveland & Gund

Panama City, Florida
April 22, 1999

900 North 12th Avenue
P.O. Drawer 13207
Pensacola, Florida 32591-3207
(850) 435-8300
FAX: (850) 435-8352

501 West 19th Street
P.O. Box 1100
Panama City, Florida 32402-1100
(850) 769-9491
FAX: (850) 785-9590

34 Walter Martin Road
P.O. Box 848
Fort Walton Beach, Florida 32549-0848
(850) 243-6713
FAX: (850) 243-4137

**EXECUTIVE
SUMMARY**

CERTIFICATION OF ANNUAL REPORT

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

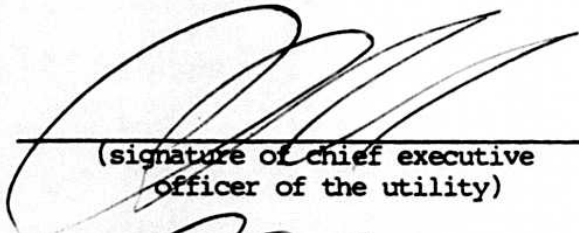
YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

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 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 report as to the business affairs of the respondent are true, correct and complete for the period for which it represents.

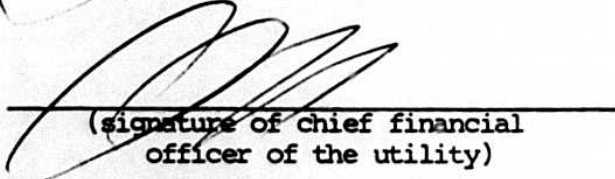
Items Certified

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 L. 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:

P. O. Box 428
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. William J. Rish	15.018 %
2. Elizabeth W. Thompson	14.748 %
3. Langdon S. Flowers, Sr.	19.375 %
4. Howard J. and Shelia Fuerst	26.348 %
5. John C. and Annette Thorpe	6.304 %
6.	%
7.	%
8.	%
9.	%
10.	%

UTILITY NAME: LIGHTHOUSE UTILITY COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 1998

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, Cleaveland & Gund	Accounting
Mark Gusmus	C.P.A.	Saltmarsh, Cleaveland & 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, 1998

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 45 in 1998. 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, 1998

PARENT / AFFILIATE ORGANIZATION CHART
Current as of / /

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, 1998

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	\$ 26,530
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	\$ - 0 -
William J. Rish	Sec/Director	2	\$ 850
Elizabeth W. Thompson	Asst Sec/Director	2	\$ 850
Ira D. Schonberg	Treas/Director	2	\$ - 0 -
Langdon S. Flowers, Jr.	Vice/Pres/Director	0	\$ 1,000
John C. Thorpe	Director	2	\$ 500
Shelia Fuerst	Director	2	\$ 1,000
			\$

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1998

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	\$ 3,000	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 98

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	Thompson Realty 1902 Highway 98 Mexico Beach, Fl. 32410

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

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, 1998

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>98</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	\$1,534,187	\$
Construction Work In Progress		
Plant Acquisition Adjustment	124,053	
Plant Held For Future Use		
Materials and Supplies		
Less:		
Accumulated Depreciation and Accumulated Amortization	465,048	
Contributions In Aid Of Construction	432,088	
Net Book Cost	\$ 761,104	\$
REVENUES AND EXPENSES (Intrastate Only)(000's Omitted):		
Operating Revenues	\$ 250,630	\$
Depreciation and Amortization Expense	\$ 19,792	\$
Income Tax Expense		
Taxes Other Than Income	26,466	
Other Operating Expenses	116,359	
Total Operating Expenses	\$ 162,617	\$
Net Operating Income	\$ 88,013	\$
Other Income	\$ 2,097	\$
Other Income Deductions	6,942	
Net Income	\$ 83,168	\$
CUSTOMERS (Intrastate Only):		
Residential - Yearly Average	654	
Commercial - Yearly Average	7	
Industrial - Yearly Average		
Others - Yearly Average	6	
Total		
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)
UTILITY PLANT				
101-105	Utility Plant	F-5	\$ 1,534,187	\$ 1,234,633
108-110	Less: Accumulated Depreciation and Amortization	F-6	415,405	372,824
	Net Plant		\$ 1,118,782	\$ 861,809
114-115	Utility Plant Acquisition Adjustments (Net)	F-5	74,410	74,410
	Other Plant Adj. (Specify)			
	Total Net Utility Plant		\$ 1,193,192	\$ 936,219
OTHER PROPERTY AND INVESTMENTS				
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
CURRENT AND ACCRUED ASSETS				
131	Cash		\$ 37,799	\$ 55,372
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	14,481	13,239
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		\$ 52,280	\$ 68,611

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1998

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>1,265,472</u>	\$ <u>1,024,830</u>

NOTES TO THE BALANCE SHEET

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

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
EQUITY CAPITAL				
201	Common Stock Issued	F-14	\$ 303	\$ 302
204	Preferred Stock Issued	F-14		
211	Other Paid-In Capital		298,153	294,939
212	Discount on Capital Stock			
213	Capital Stock Expense			
214-215	Retained Earnings	F-15	370,999	287,831
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
	Total Equity Capital		\$ 669,455	\$ 583,072
LONG TERM DEBT				
221	Bonds	F-16	\$	\$
223	Advances from Associated Companies	F-16		
224	Other Long Term Debt	F-14	135,000	15,000
	Total Long Term Debt		\$ 135,000	\$ 15,000
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		\$ 1,765	\$ 2,258
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	390	
237	Accrued Interest	F-18	6,021	712
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current and Accrued Liabilities	F-19		
	Total Current and Accrued Liabilities		\$ 8,176	\$ 2,970

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

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	\$ 652,346	\$ 600,503
272	Accumulated Amortization of Contributions In Aid of Construction	F-21	220,258	197,468
	Total Net C.I.A.C.		\$ 432,088	\$ 403,035
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		\$ 1,265,472	\$ 1,024,830

YEAR OF REPORT
DECEMBER 31, 1998

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	\$ 228,205	F-3(b)	\$ 250,630
401	Operating Expenses	\$ 125,177	F-3(b)	\$ 116,359
403	Depreciation Expense	17,680	F-6	19,792
406	Amortization of Utility Plant Acquisition Adjustment			
407	Amortization Expense			
408.1	Taxes Other Than Income	23,374	F-17	26,466
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	\$ 166,231		\$ 162,617
	Utility Operating Income	\$ 61,974		\$ 88,013
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)]	\$ 61,974		\$ 88,013

F-3(a)

COMPARATIVE OPERATING STATEMENT (Cont'd)

REF. PAGE (f)	WATER (g)	REF. PAGE (h)	SEWER (i)	OTHER (j)
W-3	\$ 250,630	S-3	\$	\$
W-2	\$ 116,359	S-2	\$	\$
F-6	19,792	F-6		
F-6		F-6		
F-17	26,466	F-17		
F-17		F-17		
	\$ 162,617		\$	\$
	\$ 88,013		\$	\$
	\$ 88,013		\$	\$

F-3(b)

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

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)]	\$ 61,974		\$ 88,013
	OTHER INCOME AND DEDUCTIONS			
415	Revenues From Merchandising, Jobbing and Contract Deductions	\$		\$
416	Costs and Expenses of Merchandising, Jobbing and Contract Work			
419	Interest and Dividend Income	1,993		1,980
420	Allowance for Funds Used During Construction			
421	Nonutility Income	5		117
426	Miscellaneous Nonutility Expenses	15		11
	Total Other Income and Deductions	\$ 1,983		\$ 2,086
	TAXES APPLICABLE TO OTHER INCOME			
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	\$		\$
	INTEREST EXPENSE			
427	Interest Expense	\$ 1,892	F-18	\$ 6,931
428	Amortization of Debt Discount & Expense		F-12	
429	Amortization of Premium on Debt		F-12	
	Total Interest Expense	\$ 1,892		\$ 6,931
	EXTRAORDINARY ITEMS			
433	Extraordinary Income	\$		\$
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
	Total Extraordinary Items	\$		\$
	NET INCOME	\$ 62,065		\$ 83,168

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

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	\$ 1,534,187	\$
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-6	415,405	
110	Accumulated Amortization	F-6		
271	Contributions In Aid of Construction	F-20	652,346	
252	Advances for Construction	F-19	20,753	
	Subtotal		\$ 445,683	\$
	Additions:			
272	Accumulated Amortization of Contributions In Aid of Construction	F-21	220,258	
	Subtotal		\$ 665,941	\$
	Plus or Minus:			
114	Acquisition Adjustments (2)	F-5		
115	Accumulated Amortization of Acquisition Adjustments (2)	F-5		
	Working Capital Allowance (3)		14,545	
	Other (Specify):			
	RATE BASE		\$ 680,486	\$
	UTILITY OPERATING INCOME		\$ 88,013	\$
	ACHIEVED RATE OF RETURN		12.93 %	%

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, 19 <u>98</u>

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	\$ 1,534,187	\$ -	\$ -	\$ 1,534,187
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	\$ 1,534,187	\$ -	\$ -	\$ 1,534,187

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	\$ 372,824	\$	\$	\$ 372,824
Credit during year:				
Accruals charged to Account 108	\$ 42,581	\$	\$	\$ 42,581
Accruals charged other accounts (specify)				

Salvage				
Other credits (specify)				

Total credits	\$ 42,581	\$	\$	\$ 42,581
Debits during year:				
Book cost of plant retired	\$	\$	\$	\$
Cost of removal				
Other debits (specify)				

Total debits	\$	\$	\$	\$
Balance end of year	\$ <u>415,405</u>	\$	\$	\$ <u>415,405</u>

ACCUMULATED AMORTIZATION (ACCT. 110)

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
Balance first of year	\$ N/A	\$	\$	\$
Credit during year:				
Accruals charged to Account 110	\$	\$	\$	\$
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, 1998

NONUTILITY PROPERTY (ACCT. 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 BALANCE (b)	ADDITIONS (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
	\$ 20,000	\$	\$	\$ 20,000
Total Nonutility Property	\$ 20,000	\$	\$	\$ 20,000

SPECIAL DEPOSITS (ACCT. 132)

Report hereunder all special deposits carried in Accounts 132.

DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
SPECIAL DEPOSITS (ACCT. 132):	
	\$ N/A
Total Special Deposits	\$

UTILITY NAME LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>98</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, 1998

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)
ACCOUNTS RECEIVABLE:	
Customer Accounts Receivable (Acct. 141):	
Water -----	\$ 14,481
Sewer -----	
Other -----	
Total Customer Accounts Receivable -----	\$ 14,481
OTHER ACCOUNTS RECEIVABLE (Acct. 142):	
-----	\$ -----

Total Other Accounts Receivable -----	
NOTES RECEIVABLE (Acct. 144):	
-----	\$ -----

Total Notes Receivable -----	
Total Accounts and Notes Receivable -----	\$ 14,481
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Acct. 143)	
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 -----	\$ - 0 -
Balance end of year -----	\$ - 0 -
Total Accounts and Notes Receivable - Net -----	\$ 14,481

UTILITY NAME LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 1998

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, 19⁹⁸

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):	
_____	\$ N/A _____
_____	_____
_____	_____
Total Extraordinary Property Losses _____	\$ _____

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 98

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	\$

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 98

CAPITAL STOCK (ACCTS. 201 and 204)

DESCRIPTION (a)	COMMON STOCK (b)	PREFERRED STOCK (c)
Par or stated value per share	\$.10	\$ -----
Shares authorized	10,000	-----
Shares issued and outstanding	3,034	-----
Total par value of stock issued	\$ 303	\$ -----
Dividends declared per share for year	\$ 0	\$ -----

LONG TERM DEBT (ACCT. 224)

DESCRIPTION OF OBLIGATION (INCLUDING NOMINAL DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	RATE (b)	FREQUENCY OF PAYMENT (c)	
Ida Baker	8.50	% Semi-Annual	\$ 20,000
Langdon Flowers, Jr.	8.50	% Semi-Annual	25,000
William J. Rish	8.50	% Semi-Annual	30,000
Janet M. or David R. Sape	8.50	% Semi-Annual	40,000
Elizabeth W. Thompson	8.50	% Semi-Annual	20,000
Total			\$ <u>135,000</u>

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	\$ 287,831
	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	\$ 83,168
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	\$ 370,999
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end):	
	-----	\$
	-----	-----
	Total Appropriated Retained Earnings	\$
	Total Retained Earnings	\$ <u>370,999</u>

Notes to Statement of Retained Earnings:

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

BONDS (ACCT. 221)

DESCRIPTION OF OBLIGATION (INCLUDING NOMINAL DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	RATE (b)	FREQUENCY OF PAYMENT (c)	
	\$		\$ N/A
	\$		-----
	\$		-----
	\$		-----
	\$		-----
	\$		-----
	\$		-----
	\$		-----
	\$		-----
	\$		-----
	\$		-----
Total	-----		\$ -----

ADVANCES FROM ASSOCIATED COMPANIES (ACCT. 223)

Report each advance seperately.

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

Total	\$ -----

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	\$ 10,620	\$	\$	\$ 10,620
408.12	Property Taxes	7,963			7,963
408.13	Payroll Taxes	4,427			4,427
409.10	Other Taxes & Licenses	3,456			3,456
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	\$ 26,466	\$	\$	\$ 26,466
	Taxes Paid During Year:				
408.10	Utility Regulatory				
	Assessment Fees	10,620			10,620
408.11	Property Taxes	\$ 7,963	\$	\$	\$ 7,963
408.12	Payroll Taxes	4,037			4,037
408.13	Other Taxes & Licenses	3,456			3,456
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	\$ 26,076	\$	\$	\$ 26,076
	Balance End of Year	\$ 390	\$	\$	\$ 390

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: Fuerst	\$ 238	427.2	\$	\$ 238	\$ -- 0 --
John Thorpe	237	427.2	910	1,147	-- 0 --
Ida Baker	237	427.2	992	237	992
Janet or David Sapte	0	427.2	1,842	0	1,842
Langdon Flowers, Jr.	0	427.2	1,062	0	1,062
William Rish	0	427.2	1,275	0	1,275
Elizabeth Thompson	0	427.2	850	0	850
Total Account No. 237.1	\$ 712		\$ 6,931	\$ 1,622	\$ 6,021
ACCOUNT NO. 237.2 - ACCRUED INTEREST ON OTHER LIABILITIES:	\$		\$	\$	\$
Total Account No. 237.2	\$		\$	\$	\$
Total Account No. 237	\$ 712		\$ 6,931	\$ 1,622	\$ 6,021

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	\$	\$		\$

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCT. 271)

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & S OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 600,503	\$	\$	\$ 600,503
Add credits during year:				
Contributions received from Capacity, Main Extension and Customer Connection Charges (Schedule "A")	\$ 51,843	\$	\$	\$ 51,843
Contributions received from Developer or Contractor Agreements in cash or property (Schedule "B")				
Total Credits	\$ 51,843	\$	\$	\$ 51,843
Less debits charged during the year (All debits charged during the year must be explained below)	\$	\$	\$	\$
Total Contributions In Aid of Construction	\$ <u>652,346</u>	\$	\$	\$ <u>652,346</u>

Explain all debits charged to Account 271 below:

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1998

SCHEDULE "A"

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

DESCRIPTION OF CHARGES (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	WATER (d)	SEWER (e)
System Capacity Fee and connection charges	690	\$	\$ 51,843	\$
Total Credits			\$ 51,843	\$

ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCT. 272)

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & S OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 197,468	\$	\$	\$ 197,468
Dedits during year:				
Accruals charged to Account 272	\$ 22,790	\$	\$	\$ 22,790
Other debits (specify):				
Total debits	\$ 22,790	\$	\$	\$ 22,790
Credits during year (specify):				
Total Credits	\$	\$	\$	\$
Balance end of year	\$ 220,258			220,258

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC

YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

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		\$ 83,168
Reconciling items for the year:		
Taxable income not reported on books:		
Additions to CIAC		51,843
_____		-----
_____		-----
_____		-----
Deductions recorded on books not deducted for return:		
Interest Expense		5,699
_____		-----
_____		-----
_____		-----
Income recorded on books not included in return:		
Water Revenue		(1,143)
_____		-----
_____		-----
_____		-----
Deduction on return not charged against book income:		
Decrease in Accounts Payable		(493)
Depreciation and Amortization		(45,610)
_____		-----
_____		-----
Federal tax net income		\$93,464
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>98</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	\$	%	%	%
Preferred Stock	N/A	%	%	%
Long Term Debt		%	%	%
Customer Deposits		%	%	%
Tax Credits - Zero Cost		%	0.00 %	%
Tax Credits - Weighted Cost		%	%	%
Deferred Income Taxes		%	%	%
Other (Explain)		%	%	%
Total	\$	100.00 %		%

- (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, 19 <u>98</u>

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	N/A				
Long Term Debt					
Customer Deposits					
Tax Credits - Zero Cos					
Tax Credits - Weighted Cost of Capital					
Deferred Income Taxes					
Other (Explain)					
Total	\$	\$	\$	\$	\$

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

**WATER
OPERATION
SECTION**

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1998

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	3,140	
308	Infiltration Galleries and Tunnels			
309	Supply Mains	188,943	20,000	
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	624,865	250,294	
333	Services	68,565	6,907	
334	Meters and Meter Installations	19,603	1,350	
335	Hydrants			
339	Other Plant and Miscellaneous Equipment			
340	Office Furniture and Equip.	2,550		
341	Transportation Equipment		17,863	
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	\$ 1,234,633	\$ 299,554	\$

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

WATER UTILITY PLANT MATRIX

CURRENT YEAR (f)	.1 INTANGIBLE PLANT (g)	.2 SOURCE OF SUPPLY AND PUMPING PLANT (h)	.3 WATER TREATMENT PLANT (i)	.4 TRANSMISSION AND DISTRIBUTION PLANT (j)	.5 GENERAL PLANT (k)
\$ 8,570	\$ 8,570	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
26,000	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XX--26,000--
28,898	XXXXXXXXXXXXXXXXXX	28,898	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
33,140	XXXXXXXXXXXXXXXXXX	33,140	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
208,943	XXXXXXXXXXXXXXXXXX	208,943	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
197,446	XXXXXXXXXXXXXXXXXX	197,446	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
7,193	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	7,193	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	32,000	XXXXXXXXXXXXXXXXXX
32,000	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
875,159	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	875,159	XXXXXXXXXXXXXXXXXX
75,472	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	75,472	XXXXXXXXXXXXXXXXXX
20,953	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	20,953	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
2,550	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XX--2,550--
17,863	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XX--17,863--
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
<u>\$1,534,187</u>	<u>\$ 8,570</u>	<u>\$ 468,427</u>	<u>\$ 7,193</u>	<u>\$ 1,003,584</u>	<u>\$ 46,413</u>

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

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	\$ 26,571	\$	\$ 3,188
603	Salaries and Wages - Officers, Directors and Majority Stockholders	32,083	4,055	
604	Employee Pensions and Benefits			
610	Purchased Water			XXXXXXXXXXXXXXXX
615	Purchased Power	11,031	10,031	XXXXXXXXXXXXXXXX
616	Fuel for Power Purchased			XXXXXXXXXXXXXXXX
618	Chemicals	2,942	2,942	
620	Materials and Supplies	15,344		
631	Contractual Services - Eng.	3,444		
632	Contractual Services - Acct.	5,020		
633	Contractual Services - Legal			
634	Contractual Services - Management Fees			
635	Contractual Services - Other	1,290		
641	Rental of Building/Real Property	1,975		
642	Rental of Equipment			
650	Transportation Expenses	7,583		
656	Insurance - Vehicle			
657	Insurance - General Liability	4,663		
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	49	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
675	Miscellaneous Expenses	4,364		
	Total Water Utility Expenses	\$ 116,359	\$ 17,028	\$ 3,188

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)
\$	\$ 6,643	\$	\$ 14,083	\$	\$ 2,657
1,352		1,081		3,514	22,081
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
					1,000
					XXXXXXXXXXXXXXXX
			10,775		4,569
			444		3,000
					5,020
	1,130		85		75
				988	987
		5,406			2,177
					4,663
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX
				49	XXXXXXXXXXXXXXXX
					4,364
\$ 1,352	\$ 7,773	\$ 6,487	\$ 25,387	\$ 4,551	\$ 50,593

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	636	672	\$ 199,332
461.2	Metered Sales to Commercial Customers	3	12	11,312
461.3	Metered Sales to Industrial Customers			
461.4	Metered Sales to Public Authorities	6	6	31,779
461.5	Metered Sales to Multiple Family Dwellings			
	Total Metered Sales	645	690	\$ 242,423
	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	645	690	\$ 242,423
	Other Water Revenues:			
469	Guaranteed Revenues			\$
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			8,207
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
	Total Other Water Revenues			\$
	Total Water Operating Revenues			\$ 250,630

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 1998

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 <u>98</u>

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	\$ 9,959	\$ 813	\$	\$ 813
305	Collecting and Impounding Reservoirs				
306	Lake, River and Other Intakes				
307	Wells and Springs	24,122	2,228		2,228
308	Infiltration Galleries and Tunnels				
309	Supply Mains	42,028	3,943		3,943
310	Power Generation Equipment				
311	Pumping Equipment	161,557	13,932		13,932
320	Water Treatment Equipment	5,204	507		507
330	Distribution Reservoirs and Standpipes	25,730	2,258		2,258
331	Transmission and Distribution Mains	83,460	14,864		14,864
333	Services	11,663	1,427		1,427
334	Meters and Meter Installations	3,677	402		402
335	Hydrants				
339	Other Plant and Miscellaneous Equipment				
340	Office Furniture and Equip.	2,050	180		180
341	Transportation Equipment	- 0 -	1,786		1,786
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	\$369,450	\$ 42,340	\$	\$ 42,340

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

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (Cont'd)

PLANT RETIRED (g)	ASSOCIATED SALVAGE AND INSURANCE (h)	ASSOCIATED COST OF REMOVAL (i)	OTHER CHARGES (j)	TOTAL CHARGES (g-h+i+j) (k)	BALANCE AT END OF YEAR (c+f-k) (l)
\$	\$	\$	\$	\$	\$ 10,772
					26,350
					45,971
					175,489
					5,711
					27,988
					98,324
					13,090
					4,079
					2,230
					1,786
\$	\$	\$	\$	\$	\$ 411,790

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1998

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	---	2,499	324	2,175	2,175
February	---	2,630	774	1,856	1,856
March	---	3,414	1,156	2,258	2,258
April	---	3,826	609	3,217	3,217
May	---	4,337	1,745	2,592	2,592
June	---	4,498	209	4,289	4,289
July	---	6,014	0	6,014	6,014
August	---	5,109	0	5,109	5,109
September	---	3,877	1,033	2,844	2,844
October	---	3,744	1,737	2,007	2,007
November	---	2,901	322	2,579	2,579
December	---	2,545	655	1,890	1,890
Total for year	---	45,394	8,564	36,830	36,830

If water is purchased for resale, indicate the following:

Vendor N/A

Point of delivery _____

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

NONE

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>98</u>

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"	53,590			53,590
	6"	29,443	30,500		59,943
	4"	55,700			55,700
Total feet of mains		151,733	30,500		182,233

SERVICES AND METERS

METERS IN SERVICE	METERS BEGINNING OF YEAR	ADDITIONS	RETIREMENTS	METERS END OF YEAR
5/8" - 3/4"	636	45		681
1"	1			1
2"				
3"				
4"	2			2
6"				
8"				
Other (Specify): 1 1/2"	6			6
Total meters in service	645	45		690
Total meters in stock				
Number of services in use	645	45		690

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1998

SYSTEM NAME: _____

WELLS AND WELL PUMPS

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

RESERVOIRS

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

HIGH SERVICE PUMPING

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

UTILITY NAME: LIGHTHOUSE UTILITIES COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1998

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.

- Present ERC's * that system can efficiently serve. 1,250
- Estimated annual increase in ERC's * . Less than 50
- List fire fighting facilities and capacities.
Developer Installed Fire Hydrants
- List percent of certificated area where service connections are installed (total for each county). 100% Gulf County
- What is the current need for system upgrading and/or expansion? Plans underway for new extensions
- What are plans for future system upgrading and/or expansion? Plans underway for new territory
- 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
- 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, 19 <u>98</u>

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	681	1,021.5
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	2	50.0
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Water System Meter Equivalents				<u>1,104.0</u>

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL CONNECTIONS

$$\left(\frac{36,830,000}{\text{(total gallons sold)}} / 365 \text{ days} \right) / 350 \text{ gpd} = \underline{288.30}$$

WASTEWATER OPERATING SECTION

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