

RUTLEDGE, ECENIA, PURNELL & HOFFMAN

PROFESSIONAL ASSOCIATION
ATTORNEYS AND COUNSELORS AT LAW

FLORIDA PUBLIC SERVICE

ORIGINAL

02 MAR 11 PM 4:47

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ECONOMIC REGULATION

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March 11, 2002

02 MAR 11 PM 4:47

ECONOMIC REGULATION

Ms. Denise-Mounie' Greene
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Re: Docket No. 011621-WU; Placid Lakes Limited Proceeding

Dear Ms. Greene:

Enclosed please find Placid Lakes Utilities, Inc.'s ("Placid Lakes") additional responses to your discovery request dated February 6, 2002. As you know, on February 25, 2002, Placid Lakes responded to discovery request no. 1. Attached hereto are the responses and supporting documents relevant to requests 2 through 6.

2: Explain how the utility funded the plant additions from 1/1/00 through 8/31/01.

Response: Lake Placid Holding Company loaned the utility the money for the improvements throughout the year 2000. See attached Exhibit 2 for loan balance amounts.

3: Please provide a schedule of rate base by component and net operating income as of 12/31/01. If the utility is not able to produce these schedules of rate base and net operating income, provide a copy of the adjusted trial balance as of 12/31/01. If the adjusted total balance is not available, provide a copy of the unadjusted trial balance of 12/31/01.

Response: The requested trial balance is attached hereto as Exhibit 3.

AUS _____
CAF _____
CMP _____
COM _____
CTR _____
ECR _____
GCL _____
OPC _____
MMS _____
SEC _____
OTH _____

4: Provide the number of customers, by meter size, as of 12/31/01. Also, provide the annual amount of consumption by customer class and meter size.

Response: The responsive information is attached hereto as Exhibit 4.

DOCUMENT NUMBER-DATE

02838 MAR 12 2002

FPSC-COMMISSION CLERK

Page 2

March 11, 2002

5: Provide a schedule of O&M Expenses, by primary account, for the year-end December 31, 2001.

Response: Attached hereto as Exhibit 5 are the primary pages from the 2001 Annual Report and the profit and loss statement for calendar year 2001.

6: Provide an analysis of all actual and projected cost savings associated with the purchase of new meters. This should include, but not be limited to, reductions to materials and supplies, salaries, maintenance, and associated savings of treated water.

Response: Attached hereto as Exhibit 6 is a rough estimate of cost savings associated with the replacement of meters.

Sincerely,



Martin P. McDonnell

MPM/rl
Enclosures

cc: Ms. Pam Brewer, with enclosures

Placid\Greene.2ltr

#12 Funding for plant Additions

Prepared By	Initials	Date
Approved By		

Loan/Operating Expenses
1998

9/7/00 .00875

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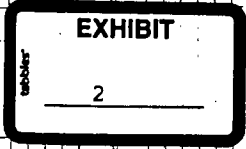
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100% Payments

3/27	Reg. Balance	5000.00		
4/98	Add 10,000	15000.00	1118.35	15118.35
5/98		15118.35	1192.29	15237.64
6/98		15237.64	1202.23	15357.87
7/98	Add 18,250 + 3500	37127.87	2222.79	37400.66
8/98	Added 9000	46400.66	3666.11	46766.77
9/98	Added 10,000 + 7500	64266.77	447.89	64714.66 ✓
10/98	Added 4500.00	69214.66	546.11	69760.77
11/98	Added 2500 + 9500 + 5000	79260.77	6182.4	79879.01
12/98		79879.01	599.10	80478.11
1/99		80478.11	603.59	81081.70
2/99	Added 5,000	86055.10	646.17	86701.27 ✓
3/99	+ 12,000 + 5000	98055.10	651.01	100452.28
4/99	Added 9,000	113452.28	850.89	114303.17
5/99		114303.17	857.27	115160.44
6/99	Added 19,000	135160.44	863.70	136024.17
7/99		135024.17	1012.68	136036.85
8/99	Added 5,000	141036.85	1057.18	142094.03
9/99	Add 7,500 9/23 Prm 8.25	148094.63	1094.13	149188.76
10/99	Add 10,000	158094.63	1160.31	159349.04
11/99	Add 23,000	181094.63	1246.24	182590.28
12/99	Add 11,000	192094.63	1432.94	194023.22
1/00		198528.22	1528.66	200056.88
2/00		200056.88	1540.43	201597.31
3/00	Added 33,000	236197.31	1552.29	237749.60
4/00	Added 20,000	256197.31	1818.35	257967.95
5/00		257967.95	1986.35	259954.30
6/00	Added 15,000 + 12,000 = 27,000	286954.30	2001.64	288955.94
7/00	Added 18,000 + 8,000 + 4,000	308955.94	2224.96	311180.90
8/00		321180.90	2473.09	323653.99
9/00	Added 26,000	347180.99	2831.97	350485.96
10/00	Added 11,000	358180.96	3084.25	361570.21
11/00	Added 7,000	365180.21	3227.48	368797.69
12/00	Added 36,000	376777.69	3296.80	411607.49
	190,000			
	Added		27546.27	
	in 2000			
	Add money from			
	Lake Placid Holding Company			



Loan / Operating Expenses 2001

.00875

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		Principal	Interest	Payments	Balance	
1/01	Begin Balance Added 9000. ⁰⁰	416074.49	3640.65		421871.54	1
2/01		428715.14	3751.25		432466.39	2
3/01	Added 14,000 (to pay PSC)	432466.39	3784.08		450250.47	3
4/01		450250.47	3939.69		454190.16	4
5/01		454190.16	3974.16		458164.32	5
6/01		458164.32	4008.94	(14000.00)	448173.26	6
7/01		448173.26	3921.52	(9000.00)	443094.78	7
8/01		443094.78	3877.08		446971.86	8
9/01		446971.86	3911.01		450882.87	9
10/01		450882.87	3945.23		454828.10	10
11/01		454828.10	3979.75		458807.85	11
12/01		458807.85	4014.57		462822.42	12
						13
						14
						15
	2002					
1/02	Added 3,500.	462822.42	4049.70		470372.12	16
2/02		470372.12	4115.76			17
						18
						19
						20
						21
						22
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3 TRIAL BALANCE

Placid Lakes Utilities, Inc.

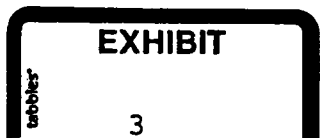
Trial Balance

As of December 31, 2001

5:00 PM
02/19/02
Accrual Basis

Dec 31, 01

	Debit	Credit
131 · Cash:131.2 · Cash in Bank-Operations	1,583.45	
131 · Cash:131.3 · Cash in Bank-Line Extensions	303.36	
131 · Cash:131.4 · Cash in Bank-Plant Expansion	3,298.31	
131 · Cash:131.5 · Cash in Bank-Waste Water	6,609.64	
131 · Cash:131.6 · Cash in Bank-Deposits	8,300.00	
141 · Customer Accounts Receivable	48,510.24	
141.1 · Accounts Receivable - Old	0.00	
151 · Plant Material & Supplies	33,193.64	
162 · Prepayments	4,608.52	
174 · Misc. Current & Accrued Assets:174.1 · Def. Interest-WW Loan	0.00	
174 · Misc. Current & Accrued Assets:174.2 · Def. Interest-Op Loan	0.00	
174 · Misc. Current & Accrued Assets:174.3 · Def. Interest-Line Ext Loan	0.00	
174 · Misc. Current & Accrued Assets:174.4 · Def. Interest-Plant Exp.Loan	0.00	
174 · Misc. Current & Accrued Assets:174.5 · Deferred Interest - CC Loan	0.00	
101 · Utility Plant In Service:303.3 · Land & Land Rights	1,000.00	
101 · Utility Plant In Service:304.3 · Structure & Improvements	60,994.53	
101 · Utility Plant In Service:305.2 · Collection & Impound Reservoirs	32,429.00	
101 · Utility Plant In Service:307.2 · Wells & Springs	102,092.38	
101 · Utility Plant In Service:309.2 · Supply Mains	48,851.06	
101 · Utility Plant In Service:310.2 · Power Generating Equip.	16,325.50	
101 · Utility Plant In Service:311.2 · Pumping Equipment	105,551.58	
101 · Utility Plant In Service:320.3 · Water Treatment Equip.	19,760.51	
101 · Utility Plant In Service:330.4 · Dist. Reservoirs & Standpipe	259,304.09	
101 · Utility Plant In Service:331.4 · Transmission & Distrib.Mains	910,335.27	
101 · Utility Plant In Service:333.4 · Services	66,415.01	
101 · Utility Plant In Service:334.4 · Meters & Meter Installations	177,759.23	
101 · Utility Plant In Service:335.4 · Hydrants	28,984.68	
101 · Utility Plant In Service:340.5 · Office Furniture & Equipment	29,215.92	
101 · Utility Plant In Service:341.5 · Transportation Equipment	22,312.69	
101 · Utility Plant In Service:343.5 · Tools, Shop & Garage Equip.	5,330.01	
101 · Utility Plant In Service:346.5 · Communication Equipment	2,881.93	
101 · Utility Plant In Service:347.5 · Miscellaneous Equipment	21,264.48	
108 · Accum. Dep'n. - Water Plant		685,188.50
121 · Nonutility Property	55,553.36	
122 · Accum. Depn.-Nonutility Prop.		29,997.00
186 · Misc. Deferred Debits:186.1 · Rate Case Costs	63,295.00	
186 · Misc. Deferred Debits:186.2 · Limited Proceeding	12,854.99	
186 · Misc. Deferred Debits:186.3 · Non-Recurring Accounting Costs	27,678.00	
231 · Vendor Accounts Payable	0.00	
231.1 · Accts Payable - Old		2,379.09
235 · Customer Deposits		8,300.00
236 · Accrued Taxes		6,387.63
237 · Accrued Interest:237.1 · Accrued Int. - Waste Water		15,793.56
237 · Accrued Interest:237.2 · Accrued Int. - Operating Loan		89,072.39
237 · Accrued Interest:237.3 · Accrued Int. - Line Extension		26,524.70
237 · Accrued Interest:237.4 · Accrued Int. - Plant Expansion		143,472.45
237 · Accrued Interest:237.5 · Accrued Int. - Catfish Creek		6,499.14
241 · Misc. Current & Accrued Liab.	0.00	
223 · Advances-Associated Companies:223.1 · LPH Loan - Intercompany		823,787.25
223 · Advances-Associated Companies:223.2 · LPH Loan - Plant Expansion		440,424.75
223 · Advances-Associated Companies:223.3 · LPH Loan - Line Extension		164,932.29
223 · Advances-Associated Companies:223.4 · LPH Loan - Waste Water		36,279.49
223 · Advances-Associated Companies:223.5 · LPH Loan - Operating Exp.		373,750.00
223 · Advances-Associated Companies:223.6 · LPH Loan - Catfish Creek		13,833.47
223 · Advances-Associated Companies:223.7 · PL Realty - Intercompany	0.00	
253 · Other Deferred Credits	0.00	
265 · Misc. Operating Reserve	0.00	
271 · Contrib. In Aid of Construction:271.1 · CIAC - Current Receipts		800,876.47
271 · Contrib. In Aid of Construction:271.2 · CIAC - Meter Installation		81,217.00
271 · Contrib. In Aid of Construction:271.3 · CIAC - Extension Charge		69,966.00
271 · Contrib. In Aid of Construction:271.4 · CIAC - Catfish Creek		54,737.78
271 · Contrib. In Aid of Construction:271.5 · CIAC - Plant Expansion Charge		65,148.75
271 · Contrib. In Aid of Construction:271.6 · CIAC - Back Flow Prevention	0.00	
272 · Accum. Amortization of CIAC	467,079.00	



Placid Lakes Utilities, Inc.

Trial Balance

As of December 31, 2001

	Dec 31, 01	
	Debit	Credit
201 · Common Stock Issued		500.00
211 · Other Paid-In Capital		500.00
213 · Capital Stock Expense	0.00	
215 · Unappropriated Retained Earnings	1,196,752.02	
400 · Operating Revenues:461 · Metered Water Revenue:461.1 · Metered - Residen...		387,804.09
400 · Operating Revenues:461 · Metered Water Revenue:461.2 · Metered - Comme...		15,879.34
400 · Operating Revenues:461 · Metered Water Revenue:461.4 · Metered - Public ...		132.87
400 · Operating Revenues:462 · Fire Protection Revenue:462.1 · Public Fire Prote...		151.70
400 · Operating Revenues:469 · Guaranteed Revenues		10,225.89
400 · Operating Revenues:471 · Misc. Service Revenues		2,700.00
401 · Operating Expenses:601 · Salaries & Wages - Employees:601.1 · Salaries - S...	18,317.08	
401 · Operating Expenses:601 · Salaries & Wages - Employees:601.2 · Salaries - S...	4,769.48	
401 · Operating Expenses:601 · Salaries & Wages - Employees:601.3 · Salaries - T...	2,897.85	
401 · Operating Expenses:601 · Salaries & Wages - Employees:601.4 · Salaries - T...	5,415.36	
401 · Operating Expenses:601 · Salaries & Wages - Employees:601.5 · Salaries - D...	3,524.93	
401 · Operating Expenses:601 · Salaries & Wages - Employees:601.6 · Salaries - D...	11,500.66	
401 · Operating Expenses:601 · Salaries & Wages - Employees:601.7 · Salaries - C...	41,655.78	
401 · Operating Expenses:601 · Salaries & Wages - Employees:601.8 · Salaries - A...	19,455.33	
401 · Operating Expenses:603 · Salaries & Wages - Officers:603.3 · Officer Salary ...	13,000.00	
401 · Operating Expenses:603 · Salaries & Wages - Officers:603.8 · Officer Salary ...	30,000.00	
401 · Operating Expenses:604 · Employee Pension & Benefits:604.3 · Emp. Ben.- ...	8,379.02	
401 · Operating Expenses:604 · Employee Pension & Benefits:604.7 · Emp. Ben. - ...	9,968.10	
401 · Operating Expenses:615 · Purchased Power:615.3 · Power-Treatment-Oper.	9,676.08	
401 · Operating Expenses:615 · Purchased Power:615.7 · Power-Customer Accou...	1,059.43	
401 · Operating Expenses:618 · Chemicals:618.3 · Chemicals-Treatment-Oper.	11,863.80	
401 · Operating Expenses:620 · Materials & Supplies:620.1 · Materials - Supply - O...	911.81	
401 · Operating Expenses:620 · Materials & Supplies:620.2 · Materials - Supply - ...	6,273.86	
401 · Operating Expenses:620 · Materials & Supplies:620.3 · Materials - Treat. - Op...	0.00	
401 · Operating Expenses:620 · Materials & Supplies:620.4 · Materials - Treat. - M...	412.36	
401 · Operating Expenses:620 · Materials & Supplies:620.5 · Materials - Distr. - Op...	189.79	
401 · Operating Expenses:620 · Materials & Supplies:620.7 · Materials - Customer ...	20.44	
401 · Operating Expenses:620 · Materials & Supplies:620.8 · Materials - Admin. & ...	93.05	
401 · Operating Expenses:631 · Contract Services - Engineering:631.6 · Contract ...	0.00	
401 · Operating Expenses:632 · Contract Services - Accounting:632.8 · Contract S...	8,033.50	
401 · Operating Expenses:634 · Contract Services - Mgt. Fees:634.8 · Contract Sv...	33,750.00	
401 · Operating Expenses:635 · Contract Services - Testing:635.1 · Contract Svcs....	1,263.50	
401 · Operating Expenses:636 · Contract Services - Other:636.2 · Contr Svcs Othe...	1,995.00	
401 · Operating Expenses:636 · Contract Services - Other:636.5 · Contr Svcs Othe...	0.00	
401 · Operating Expenses:636 · Contract Services - Other:636.6 · Contr Svcs Othe...	118.32	
401 · Operating Expenses:636 · Contract Services - Other:636.7 · Contr Svcs Othe...	1,982.20	
401 · Operating Expenses:636 · Contract Services - Other:636.8 · Contr Svcs Othe...	0.00	
401 · Operating Expenses:641 · Rental of Building / Real Prop.:641.1 · Rental Bldg...	3,000.00	
401 · Operating Expenses:641 · Rental of Building / Real Prop.:641.3 · Rental Bldg...	3,000.00	
401 · Operating Expenses:641 · Rental of Building / Real Prop.:641.7 · Rental Bldg...	2,942.50	
401 · Operating Expenses:650 · Transportation Expenses:650.7 · Transportation - ...	1,699.31	
401 · Operating Expenses:656 · Insurance - Vehicle:656.7 · Ins. Vehicle - Cust. Ac...	1,543.31	
401 · Operating Expenses:657 · Insurance - General Liability:657.8 · Ins. Gen. Liab...	4,735.83	
401 · Operating Expenses:658 · Insurance-Workman's Comp.:658.3 · Worker's Co...	1,150.65	
401 · Operating Expenses:658 · Insurance-Workman's Comp.:658.7 · Workers Co...	3,451.85	
401 · Operating Expenses:660 · Advertising Expenses:660.8 · Advertising - Admin.	352.80	
401 · Operating Expenses:666 · Reg. Comm. Exp. - Rate Case:666.8 · Reg Comm - ...	21,098.00	
401 · Operating Expenses:675 · Miscellaneous Expenses:675.1 · Misc. Exp. - Sup...	662.62	
401 · Operating Expenses:675 · Miscellaneous Expenses:675.3 · Misc. Exp. - Treat...	358.75	
401 · Operating Expenses:675 · Miscellaneous Expenses:675.6 · Misc. Exp. - Distr...	574.29	
401 · Operating Expenses:675 · Miscellaneous Expenses:675.7 · Misc. Exp. - Cust...	16,804.85	
401 · Operating Expenses:675 · Miscellaneous Expenses:675.8 · Misc. Exp. - Adm...	2,242.66	
403 · Depreciation Expenses	24,911.00	
408 · Taxes Other Than Income:408.10 · Utility Regulatory Assess.Fee	13,842.15	
408 · Taxes Other Than Income:408.13 · Taxes other than Income	32,157.95	
427 · Interest Expense:427.1 · Interest - Debt Associated Co.	132,550.17	
427 · Interest Expense:427.4 · Interest - Customer Deposits	42.00	
421 · Nonutility Income:421.1 · Waste Water Revenue		9,051.33
426 · Misc. Nonutility Expenses:426.0 · Wastewater Expenses:426.1 · Wastewater ...	4,178.40	
426 · Misc. Nonutility Expenses:426.0 · Wastewater Expenses:426.2 · Wastewater ...	1,525.38	

5:00 PM
02/19/02
Accrual Basis

Placid Lakes Utilities, Inc.
Trial Balance
As of December 31, 2001

	Dec 31, 01	
	Debit	Credit
426 · Misc. Nonutility Expenses:426.0 · Wastewater Expenses:426.3 · Wastewater ...	318.69	
426 · Misc. Nonutility Expenses:426.0 · Wastewater Expenses:426.5 · Wastewater ...	1,733.00	
426 · Misc. Nonutility Expenses:426.0 · Wastewater Expenses:426.6 · Wastewater ...	722.00	
426 · Misc. Nonutility Expenses:426.0 · Wastewater Expenses:426.7 · Wastewater ...	696.56	
426 · Misc. Nonutility Expenses:426.0 · Wastewater Expenses:426.8 · Wastewater ...	42.08	
426 · Misc. Nonutility Expenses:426.0 · Wastewater Expenses:426.9 · Wastewater ...	2,222.00	
TOTAL	4,365,512.93	4,365,512.93

#4

ANNUAL AMOUNT OF CONSUMPTION BY CUSTOMER CLASS AND METER SIZE PLACID LAKES UTILITIES														
#	12/31/01	JANUARY	FEB	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPT	OCT	NOV	DEC	TOTALS
RESIDENTIAL 5/8"	1460	7276720	8706710	8555150	8363700	7933840	6721970	7246980	7023730	6710830	7145280	7890980	6372130	89948020
RESIDENTIAL 1"	14	142210	174550	198250	151140	186570	170980	129190	139130	104760	106080	119880	129290	1752030
COMMERCIAL 5/8"	12	39840	28930	24130	27800	34390	14750	26290	22720	28270	30370	28810	20140	326440
COMMERCIAL 1"	7	119700	151800	138530	113380	154020	101180	112650	82310	103880	119260	143490	142440	1482640
COMMERCIAL 1 1/2"	1	6820	9010	8250	12140	8470	16650	22970	21470	22850	401670	12910	6280	549490
COMMERCIAL 2"	7	111270	216570	102280	108570	127380	108830	115790	89690	64480	79500	70670	75750	1270780
OTHER PUBLIC 5/8"	1	250	590	1200	820	1510	910	940	550	950	370	2160	1000	11250
PUBLIC FIRE 5/8"	1	1680	740	340	1110	3270	1470	2800	860	150	1240	1390	50	15100
	1503	7698490	9288900	9028130	8778660	8449450	7136740	7657610	7380460	7036170	7883770	8270290	6747080	95355750



COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE CLASS	# OF BILLS	INTERIM RATE	FINAL RATE	USAGE			INTERIM RATE	FINAL RATE	INTERIM Billing TOTAL	FINAL Billing TOTAL
WATER										
RES/0-10000	1255	10.11	8.31	5449870			1.61	2.39	\$ 21,462.34	\$ 23,454.24
RES/10001-20000	148	10.11	8.31	2006580	1480000		1.61	3.59	\$ 4,726.87	\$ 6,657.50
RES/20001 +	34	10.11	8.31	1098700	340000	340000	1.61	4.78	\$ 2,112.65	\$ 4,317.13
R1/0-10000	8	25.27	12.47	36230			1.61	2.39	\$ 260.49	\$ 186.35
R1/10001-20000	3	25.27	12.47	48690	30000		1.61	3.59	\$ 154.20	\$ 176.21
R1/20001 +	4	25.27	12.47	113330	40000	40000	1.61	4.78	\$ 283.54	\$ 448.40
Commercial	15	10.11	8.31	24130			1.61	2.71	\$ 190.50	\$ 190.04
Comm/ 1"	7	25.27	12.47	138530			1.61	2.71	\$ 399.92	\$ 462.71
Comm/ 1 1/2"	1	50.53	20.78	8250			1.61	2.71	\$ 63.81	\$ 43.14
Comm/ 2"	7	80.88	41.55	102280			1.61	2.71	\$ 730.69	\$ 568.03
Other Public	1	10.11	8.31	1200			1.61	2.71	\$ 12.04	\$ 11.56
Public Fire	1	10.11	8.31	340			1.61	2.71	\$ 10.66	\$ 9.23
	1484			9028130					\$ 30,407.72	\$ 36,524.53
March										

8,555.150
 198,250

36,605.63 Billing Regist
 Δ 81.10
 {75.00} Misc Serv. Cl
 Δ 6.10

COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE CLASS	# OF BILLS	INTERIM RATE	FINAL RATE	USAGE			INTERIM RATE	FINAL RATE	INTERIM Billing TOTAL	FINAL Billing TOTAL
WATER										
RES/0-10000	1244	10.11	8.31	5027420			1.61	2.39	\$ 20,670.99	\$ 22,353.17
RES/10001-20000	157	10.11	8.31	2094390	1570000		1.61	3.59	\$ 4,959.24	\$ 6,939.53
RES/20001 +	40	10.11	8.31	1241890	400000	400000	1.61	4.78	\$ 2,403.84	\$ 4,836.63
R1/0-10000	10	25.27	12.47	31770			1.61	2.39	\$ 303.85	\$ 200.63
R1/10001-20000	1	25.27	12.47	13470	10000		1.61	3.59	\$ 46.96	\$ 48.83
R1/20001 +	4	25.27	12.47	105900	40000	40000	1.61	4.78	\$ 271.58	\$ 412.88
Commercial	13	10.11	8.31	27800			1.61	2.71	\$ 176.19	\$ 183.37
Comm/ 1"	7	25.27	12.47	113380			1.61	2.71	\$ 359.43	\$ 394.55
Comm/ 1 1/2"	1	50.53	20.78	12140			1.61	2.71	\$ 70.08	\$ 53.68
Comm/ 2"	7	80.86	41.55	108570			1.61	2.71	\$ 740.82	\$ 585.07
Other Public	1	10.11	8.31	820			1.61	2.71	\$ 11.43	\$ 10.53
Public Fire	1	10.11	8.31	1110			1.61	2.71	\$ 11.90	\$ 11.32
	1486			8778660					\$ 30,026.29	\$ 36,030.20
April										

363,100

5,140

COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE CLASS	# OF BILLS	INTERIM RATE	FINAL RATE	USAGE			INTERIM RATE	FINAL RATE	INTERIM Billing	FINAL Billing
WATER									TOTAL	TOTAL
RES/0-10000	1243	10.11	8.31	4787770			1.61	2.39	\$ 20,275.04	\$ 21,772.10
RES/10001-20000	162	10.11	8.31	2190970	1620000		1.61	3.59	\$ 5,165.28	\$ 7,267.80
RES/20001 +	35	10.11	8.31	955100	350000	350000	1.61	4.78	\$ 1,891.56	\$ 3,603.23
R1/0-10000	9	25.27	12.47	32370			1.61	2.39	\$ 279.55	\$ 189.59
R1/10001-20000	3	25.27	12.47	39900	30000		1.61	3.59	\$ 140.05	\$ 144.65
R1/20001 +	3	25.27	12.47	114300	30000	30000	1.61	4.78	\$ 259.83	\$ 476.36
Commercial	13	10.11	8.31	34390			1.61	2.71	\$ 186.80	\$ 201.23
Comm/ 1"	7	25.27	12.47	154020			1.61	2.71	\$ 424.86	\$ 504.68
Comm/ 1 1/2"	1	50.53	20.78	8470			1.61	2.71	\$ 64.17	\$ 43.73
Comm/ 2"	7	80.86	41.55	127380			1.61	2.71	\$ 771.10	\$ 636.05
Other Public	1	10.11	8.31	1510			1.61	2.71	\$ 12.54	\$ 12.40
Public Fire	1	10.11	8.31	3270			1.61	2.71	\$ 15.37	\$ 17.17
	1485			8449450					\$ 29,486.15	\$ 34,869.01
May										

11,933,840
6,590

Note: All meters are 5/8 X 3/4 Unless otherwise noted (R1 = Residential 1")

COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE	# OF	INTERIM	FINAL	USAGE			INTERIM	FINAL	INTERIM	FINAL
CLASS	BILLS	RATE	RATE				RATE	RATE	Billing	Billing
WATER									TOTAL	TOTAL
RES/0-10000	1294	10.11	8.31	4410040			1.61	2.39	\$ 20,182.50	\$ 21,293.14
RES/10001-20000	132	10.11	8.31	1749250	1320000		1.61	3.59	\$ 4,150.81	\$ 5,792.73
RES/20001 +	20	10.11	8.31	562680	200000	200000	1.61	4.78	\$ 1,108.11	\$ 2,139.81
R1/0-10000	9	25.27	12.47	28110			1.61	2.39	\$ 269.47	\$ 174.63
R1/10001-20000	4	25.27	12.47	58430	40000		1.61	3.59	\$ 195.15	\$ 211.64
R1/20001 +	2	25.27	12.47	86440	20000	20000	1.61	4.78	\$ 189.71	\$ 366.52
Commercial	12	10.11	8.31	14750			1.61	2.71	\$ 145.07	\$ 139.69
Comm/ 1"	7	25.27	12.47	101180			1.61	2.71	\$ 339.79	\$ 361.49
Comm/ 1 1/2"	1	50.53	20.78	16650			1.61	2.71	\$ 77.34	\$ 65.90
Comm/ 2"	7	80.86	41.55	108830			1.61	2.71	\$ 741.24	\$ 585.78
Other Public	1	10.11	8.31	910			1.61	2.71	\$ 11.58	\$ 10.78
Public Fire	1	10.11	8.31	1470			1.61	2.71	\$ 12.48	\$ 12.29
	1490			7136740					\$ 27,423.24	\$ 31,154.40
June										

572970

1701980

Note: All meters are 5/8 X 3/4 Unless otherwise noted (R1 = Residential 1")

COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE CLASS	# OF BILLS	INTERIM RATE	FINAL RATE	USAGE			INTERIM RATE	FINAL RATE	INTERIM Billing TOTAL	FINAL Billing TOTAL
WATER										
RES/0-10000	1274	10.11	8.31	4555390			1.61	2.39	\$ 20,214.32	\$ 21,474.32
RES/10001-20000	155	10.11	8.31	1991470	1550000		1.61	3.59	\$ 4,773.32	\$ 6,577.43
RES/20001 +	19	10.11	8.31	700120	190000	190000	1.61	4.78	\$ 1,319.28	\$ 2,824.26
R1/0-10000	9	25.27	12.47	29820			1.61	2.39	\$ 275.44	\$ 183.50
R1/10001-20000	5	25.27	12.47	62050	50000		1.61	3.59	\$ 226.25	\$ 225.11
R1/20001 +	1	25.27	12.47	37320	10000	10000	1.61	4.78	\$ 85.36	\$ 155.06
Commercial	12	10.11	8.31	26290			1.61	2.71	\$ 163.65	\$ 170.97
Comm/ 1"	7	25.27	12.47	112650			1.61	2.71	\$ 358.26	\$ 392.57
Comm/ 1 1/2"	1	50.53	20.78	22970			1.61	2.71	\$ 87.51	\$ 83.03
Comm/ 2"	7	80.86	41.55	115790			1.61	2.71	\$ 752.44	\$ 604.64
Other Public	1	10.11	8.31	940			1.61	2.71	\$ 11.62	\$ 10.86
Public Fire	1	10.11	8.31	2800			1.61	2.71	\$ 14.62	\$ 15.90
	1492			7657610					\$ 28,282.06	\$ 32,717.64
July										

46980
29,190

Note: All meters are 5/8 X 3/4 Unless otherwise noted (R1 = Residential 1")

COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE CLASS	# OF BILLS	INTERIM RATE	FINAL RATE	USAGE			INTERIM RATE	FINAL RATE	INTERIM Billing TOTAL	FINAL Billing TOTAL
WATER										
RES/0-10000	1305	10.11	8.31	4427640			1.61	2.39	\$ 20,322.05	\$ 21,426.61
RES/10001-20000	121	10.11	8.31	1582170	1210000		1.61	3.59	\$ 3,770.60	\$ 5,233.50
RES/20001 +	29	10.11	8.31	1013920	290000	290000	1.61	4.78	\$ 1,925.60	\$ 4,049.33
R1/0-10000	12	25.27	12.47	52000			1.61	2.39	\$ 386.96	\$ 273.92
R1/10001-20000	1	25.27	12.47	12490	10000		1.61	3.59	\$ 45.38	\$ 45.31
R1/20001 +	2	25.27	12.47	74640	20000	20000	1.61	4.78	\$ 170.71	\$ 310.12
Commercial	12	10.11	8.31	22720			1.61	2.71	\$ 157.90	\$ 161.29
Comm/ 1"	7	25.27	12.47	82310			1.61	2.71	\$ 309.41	\$ 310.35
Comm/ 1 1/2"	1	50.53	20.78	21470			1.61	2.71	\$ 85.10	\$ 78.96
Comm/ 2"	7	80.86	41.55	89690			1.61	2.71	\$ 710.42	\$ 533.91
Other Public	1	10.11	8.31	550			1.61	2.71	\$ 11.00	\$ 9.80
Public Fire	1	10.11	8.31	860			1.61	2.71	\$ 11.49	\$ 10.64
	1499			7380460					\$ 27,906.62	\$ 32,443.74
August										

23130
9130

Note: All meters are 5/8 X 3/4 Unless otherwise noted (R1 = Residential 1")

COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE CLASS	# OF BILLS	INTERIM RATE	FINAL RATE	USAGE			INTERIM RATE	FINAL RATE	INTERIM Billing TOTAL	FINAL Billing TOTAL
WATER										
RES/0-10000	1337	10.11	8.31	4652940			1.61	2.39	\$ 21,008.30	\$ 22,231.00
RES/10001-20000	99	10.11	8.31	1299820	990000		1.61	3.59	\$ 3,093.60	\$ 4,301.04
RES/20001 +	23	10.11	8.31	758070	230000	230000	1.61	4.78	\$ 1,453.02	\$ 2,991.30
R1/0-10000	13	25.27	12.47	60640			1.61	2.39	\$ 426.14	\$ 307.04
R1/10001-20000	1	25.27	12.47	16430	10000		1.61	3.59	\$ 51.72	\$ 59.45
R1/20001 +	1	25.27	12.47	27690	10000	10000	1.61	4.78	\$ 69.85	\$ 109.03
Commercial	12	10.11	8.31	28270			1.61	2.71	\$ 166.83	\$ 176.33
Comm/ 1"	7	25.27	12.47	103880			1.61	2.71	\$ 344.14	\$ 368.80
Comm/ 1 1/2"	1	50.53	20.78	22850			1.61	2.71	\$ 87.32	\$ 82.70
Comm/ 2"	7	80.86	41.55	64480			1.61	2.71	\$ 669.83	\$ 465.59
Other Public	1	10.11	8.31	950			1.61	2.71	\$ 11.64	\$ 10.88
Public Fire	1	10.11	8.31	150			1.61	2.71	\$ 10.35	\$ 8.72
	1503			7036170					\$ 27,392.75	\$ 31,111.90
September										

710830

54,760

Note: All meters are 5/8 X 3/4 Unless otherwise noted (R1 = Residential 1")

COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE CLASS	# OF BILLS	INTERIM RATE	FINAL RATE	USAGE			INTERIM RATE	FINAL RATE	INTERIM Billing	FINAL Billing
WATER									TOTAL	TOTAL
RES/0-10000	1321	10.11	8.31	4844780			1.61	2.39	\$ 21,155.41	\$ 22,556.53
RES/10001-20000	117	10.11	8.31	1495320	1170000		1.61	3.59	\$ 3,590.34	\$ 4,936.47
RES/20001 +	25	10.11	8.31	805180	250000	250000	1.61	4.78	\$ 1,549.09	\$ 3,161.51
R1/0-10000	11	25.27	12.47	46630			1.61	2.39	\$ 353.04	\$ 248.62
R1/10001-20000	2	25.27	12.47	29790	20000		1.61	3.59	\$ 98.50	\$ 107.89
R1/20001 +	1	25.27	12.47	29660	10000	10000	1.61	4.78	\$ 73.02	\$ 118.44
Commercial	12	10.11	8.31	30370			1.61	2.71	\$ 170.22	\$ 182.02
Comm/ 1"	7	25.27	12.47	119260			1.61	2.71	\$ 368.90	\$ 410.48
Comm/ 1 1/2"	1	50.53	20.78	401670			1.61	2.71	\$ 697.22	\$ 1,109.31
Comm/ 2"	7	80.86	41.55	79500			1.61	2.71	\$ 694.02	\$ 506.30
Other Public	1	10.11	8.31	370			1.61	2.71	\$ 10.71	\$ 9.31
Public Fire	1	10.11	8.31	1240			1.61	2.71	\$ 12.11	\$ 11.67
	1506			7883770					\$ 28,772.56	\$ 33,358.55
October										

Note: All meters are 5/8 X 3/4 Unless otherwise noted (R1 = Residential 1")

5/28/80
2080

COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE CLASS	# OF BILLS	INTERIM RATE	FINAL RATE	USAGE			INTERIM RATE	FINAL RATE	INTERIM Billing TOTAL	FINAL Billing TOTAL
WATER										
RES/0-10000	1293	10.11	8.31	5180490			1.61	2.39	\$ 21,412.82	\$ 23,126.20
RES/10001-20000	140	10.11	8.31	1838710	1400000		1.61	3.59	\$ 4,375.72	\$ 6,084.37
RES/20001 +	29	10.11	8.31	871780	290000	290000	1.61	4.78	\$ 1,696.76	\$ 3,369.90
R1/0-10000	10	25.27	12.47	45710			1.61	2.39	\$ 326.29	\$ 233.95
R1/10001-20000	3	25.27	12.47	43010	30000		1.61	3.59	\$ 145.06	\$ 155.82
R1/20001 +	1	25.27	12.47	31160	10000	10000	1.61	4.78	\$ 75.44	\$ 125.61
Commercial	12	10.11	8.31	28810			1.61	2.71	\$ 167.70	\$ 177.80
Comm/ 1"	7	25.27	12.47	143490			1.61	2.71	\$ 407.91	\$ 476.15
Comm/ 1 1/2"	1	50.53	20.78	12910			1.61	2.71	\$ 71.32	\$ 55.77
Comm/ 2"	7	80.86	41.55	70670			1.61	2.71	\$ 679.80	\$ 482.37
Other Public	1	10.11	8.31	2160			1.61	2.71	\$ 13.59	\$ 14.16
Public Fire	1	10.11	8.31	1390			1.61	2.71	\$ 12.35	\$ 12.08
	1505			8270290					\$ 29,384.75	\$ 34,314.16
November										
Note: All meters are 5/8 X 3/4 Unless otherwise noted (R1 = Residential 1")										

590980

1,890

COMPARISON BILL REGISTER										
PLACID LAKES UTILITIES, INC										
2000 JEFFERSON AVENUE										
LAKE PLACID, FL 33852										
(863)465-0345										
REVENUE CLASS	# OF BILLS	INTERIM RATE	FINAL RATE	USAGE			INTERIM RATE	FINAL RATE	INTERIM Billing TOTAL	FINAL Billing TOTAL
WATER										
RES/0-10000	1379	10.11	8.31	5019110			1.81	2.39	\$ 22,022.46	\$ 23,455.16
RES/10001-20000	71	10.11	8.31	915860	710000		1.81	3.59	\$ 2,192.02	\$ 3,025.23
RES/20001 +	18	10.11	8.31	437360	180000	180000	1.81	4.78	\$ 886.13	\$ 1,595.76
R1/0-10000	10	25.27	12.47	48620			1.81	2.39	\$ 330.98	\$ 240.90
R1/10001-20000	2	25.27	12.47	28490	20000		1.81	3.59	\$ 96.41	\$ 103.22
R1/20001 +	2	25.27	12.47	52180	20000	20000	1.81	4.78	\$ 134.55	\$ 202.76
Commercial	12	10.11	8.31	20140			1.81	2.71	\$ 153.75	\$ 154.30
Comm/ 1"	7	25.27	12.47	142440			1.81	2.71	\$ 406.22	\$ 473.30
Comm/ 1 1/2"	1	50.53	20.78	6280			1.81	2.71	\$ 60.64	\$ 37.80
Comm/ 2"	7	80.86	41.55	75750			1.81	2.71	\$ 687.98	\$ 496.13
Other Public	1	10.11	8.31	1000			1.81	2.71	\$ 11.72	\$ 11.02
Public Fire	1	10.11	8.31	50			1.81	2.71	\$ 10.19	\$ 8.45
	1511			6747080					\$ 26,993.04	\$ 29,804.03
December										

Note: All meters are 5/8 X 3/4 Unless otherwise noted (R1 = Residential 1")

Number of
 1" Residential - 14
 1" Commercial - 7
 1 1/2" Commercial - 1
 2" Commercial - 7

5/8" Residential - 1,460
 5/8" Commercial - 12
 5/8" Other Public - 1
 5/8" Public Fire - 1

#4

ANNUAL AMOUNT OF CONSUMPTION													
BY CUSTOMER CLASS AND METER SIZE													
PLACID LAKES UTILITIES													
#													
	12/31/01	JANUARY	FEB	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPT	OCT	NOV	DE
RESIDENTIAL 5/8"	1460	7276720	8706710	8555150	8363700	7933840	6721970	7246980	7023730	6710830	7145280	7890980	6
RESIDENTIAL 1"	14	142210	174550	198250	151140	186570	170980	129190	139130	104760	106080	119880	
COMMERCIAL 5/8"	12	39840	28930	24130	27800	34390	14750	26290	22720	28270	30370	28810	
COMMERCIAL 1"	7	119700	151800	138530	113380	154020	101180	112650	82310	103880	119260	143490	
COMMERCIAL 1 1/2"	1	6820	9010	8250	12140	8470	16650	22970	21470	22850	401670	12910	
COMMERCIAL 2"	7	111270	216570	102280	108570	127380	108830	115790	89690	64480	79500	70670	
OTHER PUBLIC 5/8"	1	250	590	1200	820	1510	910	940	550	950	370	2160	
PUBLIC FIRE 5/8"	1	1680	740	340	1110	3270	1470	2800	860	150	1240	1390	
	1503	7698490	9288900	9028130	8778660	8449450	7136740	7657610	7380460	7036170	7883770	8270290	6

#5

YEAR OF REPORT
December 31, 2001

UTILITY NAME: PLACID LAKES UTILITIES, INC.

SYSTEM NAME / COUNTY : Placid Lakes Utilities, Inc/Highlands

WATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS (d)	2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)
601	Salaries and Wages - Employees	\$ 107,536	\$ 18,317	\$ 4,769
603	Salaries and Wages - Officers, Directors and Majority Stockholders	43,000		
604	Employee Pensions and Benefits	18,347		
610	Purchased Water			
615	Purchased Power	10,736		
616	Fuel for Power Purchased			
618	Chemicals	11,864		
620	Materials and Supplies	7,901	912	6,274
631	Contractual Services-Engineering			
632	Contractual Services - Accounting	8,034		
633	Contractual Services - Legal			
634	Contractual Services - Mgt. Fees	33,750		
635	Contractual Services - Testing	1,264	1,264	
636	Contractual Services - Other	4,096		1,995
641	Rental of Building/Real Property	8,942	3,000	
642	Rental of Equipment			
650	Transportation Expenses	1,699		
656	Insurance - Vehicle	1,543		
657	Insurance - General Liability	4,736		
658	Insurance - Workman's Comp.	4,603		
659	Insurance - Other			
660	Advertising Expense	352		
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	21,098		
667	Regulatory Commission Exp.-Other			
668	Water Resource Conservation Exp.			
670	Bad Debt Expense			
675	Miscellaneous Expenses	20,643	663	
Total Water Utility Expenses		\$ 310,144	\$ 24,156	\$ 13,038

EXHIBIT
 5

W-10(a)
GROUP _____

UTILITY NAME:

PLACID LAKES UTILITIES, INC.

YEAR OF REPORT
December 31, 2001

SYSTEM NAME / COUNTY :

WATER EXPENSE ACCOUNT MATRIX

3 WATER TREATMENT EXPENSES - OPERATIONS (f)	4 WATER TREATMENT EXPENSES - MAINTENANCE (g)	5 TRANSMISSION & DISTRIBUTION EXPENSES - OPERATIONS (h)	6 TRANSMISSION & DISTRIBUTION EXPENSES - MAINTENANCE (i)	7 CUSTOMER ACCOUNTS EXPENSE (j)	8 ADMIN. & GENERAL EXPENSES (k)
\$ 2,898	\$ 5,415	\$ 3,525	\$ 11,501	\$ 41,656	\$ 19,455
13,000					30,000
8,379			9,968		
9,676				1,060	
11,864					
	412	190		20	93
					8,034
					33,750
			118	1,982	
3,000				2,942	
				1,699	
				1,543	
					4,736
1,151				3,452	
					352
					21,098
			574	16,805	2,243
359					
\$ 50,327	\$ 5,827	\$ 3,715	\$ 22,161	\$ 71,159	\$ 119,761

Placid Lakes Utilities, Inc.
Profit & Loss
 January through December 2001

	Jan - Dec 01
Ordinary Income/Expense	
Income	
400 · Operating Revenues	
461 · Metered Water Revenue	
461.1 · Metered - Residential	387,804.09
461.2 · Metered - Commerical	15,879.34
461.4 · Metered - Public Authorities	132.87
Total 461 · Metered Water Revenue	403,816.30
462 · Fire Protection Revenue	
462.1 · Public Fire Protection	151.70
Total 462 · Fire Protection Revenue	151.70
469 · Guaranteed Revenues	10,225.89
471 · Misc. Service Revenues	2,700.00
Total 400 · Operating Revenues	416,893.89
Total Income	416,893.89
Cost of Goods Sold	
401 · Operating Expenses	
601 · Salaries & Wages - Employees	
601.1 · Salaries - Supply - Oper.	18,317.08
601.2 · Salaries - Supply - Maint.	4,769.48
601.3 · Salaries - Treat. - Oper.	2,897.85
601.4 · Salaries - Treat. - Maint.	5,415.36
601.5 · Salaries - Distrib. - Oper.	3,524.93
601.6 · Salaries - Distrib. - Maint.	11,500.66
601.7 · Salaries - Customer Accounts	41,655.78
601.8 · Salaries - Admin. & General	19,455.33
Total 601 · Salaries & Wages - Employees	107,536.47
603 · Salaries & Wages - Officers	
603.3 · Officer Salary - Treat. - Oper.	13,000.00
603.8 · Officer Salary - Admin. & Gen.	30,000.00
Total 603 · Salaries & Wages - Officers	43,000.00
604 · Employee Pension & Benefits	
604.3 · Emp. Ben.- Treat. - Oper.	8,379.02
604.7 · Emp. Ben. - Customer Accts.	9,968.10
Total 604 · Employee Pension & Benefits	18,347.12
615 · Purchased Power	
615.3 · Power-Treatment-Oper.	9,676.08
615.7 · Power-Customer Accounts	1,059.43
Total 615 · Purchased Power	10,735.51
618 · Chemicals	
618.3 · Chemicals-Treatment-Oper.	11,863.80
Total 618 · Chemicals	11,863.80
620 · Materials & Supplies	
620.1 · Materials - Supply - Oper.	911.81
620.2 · Materials - Supply - Maint.	6,273.86
620.3 · Materials - Treat. - Oper.	0.00
620.4 · Materials - Treat. - Maint.	412.36
620.5 · Materials - Distr. - Oper.	189.79
620.7 · Materials - Customer Accts.	20.44
620.8 · Materials - Admin. & General	93.05
Total 620 · Materials & Supplies	7,901.31
631 · Contract Services - Engineering	
631.6 · Contract Svcs.- Eng.- Distb.	0.00
Total 631 · Contract Services - Engineering	0.00

Placid Lakes Utilities, Inc.
Profit & Loss
 January through December 2001

	Jan - Dec 01
Expense	
403 · Depreciation Expenses	24,911.00
408 · Taxes Other Than Income	
408.10 · Utility Regulatory Assess.Fee	13,842.15
408.13 · Taxes other than income	32,157.95
Total 408 · Taxes Other Than Income	46,000.10
427 · Interest Expense	
427.1 · Interest - Debt Associated Co.	132,550.17
427.4 · Interest - Customer Deposits	42.00
Total 427 · Interest Expense	132,592.17
Total Expense	203,503.27
Net Ordinary Income	-96,753.53
Other Income/Expense	
Other Income	
421 · Nonutility Income	
421.1 · Waste Water Revenue	9,051.33
Total 421 · Nonutility Income	9,051.33
Total Other Income	9,051.33
Other Expense	
426 · Misc. Nonutility Expenses	
426.0 · Wastewater Expenses	
426.1 · Wastewater - Payroll	4,178.40
426.2 · Wastewater - Purchased Power	1,525.38
426.3 · Wastewater - Chemicals	318.69
426.5 · Wastewater - Testing	1,733.00
426.6 · Wastewater - Contract Services	722.00
426.7 · Wastewater - Maintenance	696.56
426.8 · Wastewater - Miscellaneous	42.08
426.9 · Wastewater - Depreciation	2,222.00
Total 426.0 · Wastewater Expenses	11,438.11
Total 426 · Misc. Nonutility Expenses	11,438.11
Total Other Expense	11,438.11
Net Other Income	-2,386.78
Net Income	-99,140.31

#6

PLACID LAKES UTILITIES, INC.

#6

The cost savings related to installation of new meters.

We project that we will reduce the number of days reading meters from the current seven days to four days. There are two men who work eight hours each day for the seven days at a cost of \$ 1,325.10 per month. The cost at four days would be \$ 757.20 per month, or a savings of \$567.90 per month. In addition, if the meters are purchased in quantity we are being given a discount which will not be in effect if the meters are purchased in smaller quantities, so the amount saved will vary according to the schedule the PSC allows. There will be additional savings in labor costs to the customer accounts expense. Currently, we have costs associated with transposition of numbers leading to incorrect billing as well as time spent re-reading meters to verify readings for high usage, etc. The wand reads will be correct and eliminate the need for constant re-reading. It would take extensive research to put a dollar figure on the savings. I would have to go through all work orders for the last two years and even then not have all the figures because work orders are not written for the times we send the men out to re-read after printing the exception reports before calculating the bills. There would not be a substantial reduction in material and supplies because we always need to have a half dozen meters on hand for new services and that would not change. There should be a savings in maintenance of meters, because customers will not be able to tamper with the meters. The meters will be locked to protect the wiring for the touch pad and this will keep customers out of the meters. Currently, we do have problems with customers getting into the meters and causing service calls and maintenance problems. There is no projected savings associated with saving of treated water. The meters may have slowed down due to age and mineral build up, and customers may be getting more water than they are billed. On the other hand, if there is mineral build up associated with age the meters could be jetting and customers are receiving bills with usage higher than actually received. This is the reason we want to replace these old meters, and which we would have been replacing if we were not constantly running a deficit.

