

CLASS "A" OR "B"

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

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Public Service Commission
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ANNUAL REPORT

OF

WS641-12-AR

LAKE UTILITY SERVICES, INC.

Exact Legal Name of Respondent

Certificate Number(s)

Submitted To The

STATE OF FLORIDA

PUBLIC SERVICE COMMISSION

FOR THE

YEAR ENDED

31-Dec-12

RECEIVED
FLORIDA PUBLIC SERVICE
COMMISSION
13 APR 26 PM 3:32
DIVISION OF
ACCOUNTING & FINANCE

GENERAL INSTRUCTIONS

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

**Florida Public Service Commission
Division of Water and Wastewater
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0873**

The fourth copy should be retained by the utility.

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EXECUTIVE SUMMARY

CERTIFICATION OF ANNUAL REPORT

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

- | | | |
|--|--------------------------------|--|
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission. |
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission. |
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility. |
| YES
<input checked="" type="checkbox"/> | NO
<input type="checkbox"/> | 4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the 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.
X	X	X	X


 (Signature of Chief Financial Officer of the utility) *

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

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

ANNUAL REPORT OF

YEAR OF REPORT
31-Dec-12

LAKE UTILITY SERVICES, INC.

County: Lake County

(Exact Name of Utility)

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

2335 SANDERS ROAD
NORTHBROOK IL 60062

Telephone: 847-498-6440

E Mail Address: NONE

WEB Site: NONE

Sunshine State One-Call of Florida, Inc. Member Number MGW488

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

JUSTIN KERSEY
2335 SANDERS ROAD
NORTHBROOK IL 60062

Telephone: 847-498-6440

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

2335 SANDERS ROAD
NORTHBROOK IL 60062

Telephone: 847-498-6440

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

PRICEWATERHOUSECOOPERS

Date of original organization of the utility: 09/20/76

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

Individual Partnership Sub S Corporation 1120 Corporation

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

	Name	Percent Ownership
1.	UTILITIES INC	100%
2.		
3.		
4.		
5.		
6.		
7.		
8.		

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. Formed in 9/20/76 was acquired by Utilities Inc.
- B. The Utility supplies water and sewer services.
- C. Maintain a high quality of service.
- D. There is only subdivisions that are serviced.
- E. There has been modest growth and we expect this pattern to continue as long as economic conditons hold.
- F. There have been no major transaction during the year.

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

PARENT / AFFILIATE ORGANIZATION CHART

Current as of 12/31/2012

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

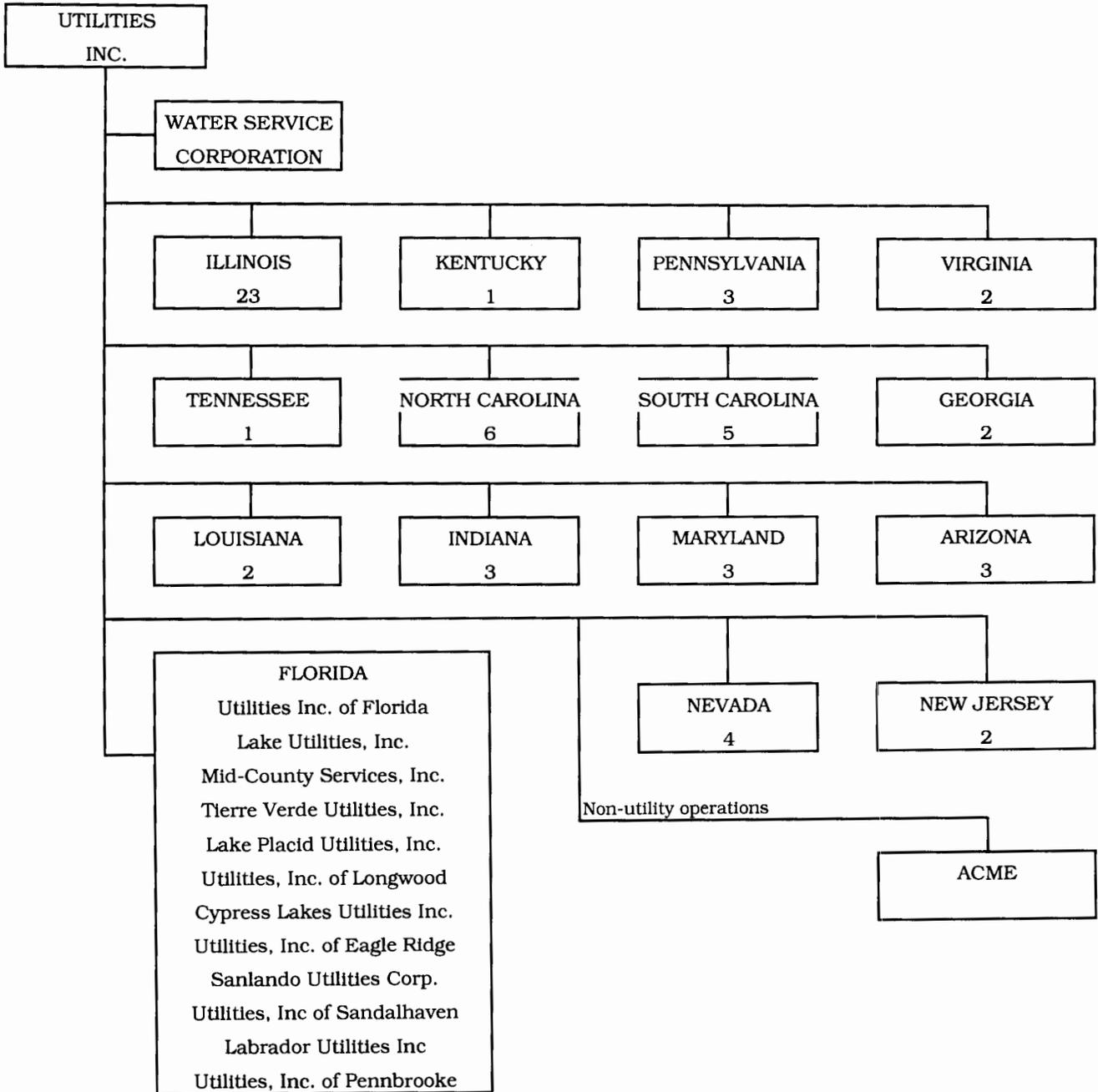
UTILITIES, INC. -- PARENT COMPANY

WATER SERVICE CORP. -- SERVICE COMPANY SUPPLYING MOST SERVICES REQUIRED BY UTILITY.

UTILITIES INC. of FLORIDA -- provides office personnel and administrative staff.

SEE ATTACHED

Parent And Affiliate Organizational Chart



UTILITIES, INC. - Parent Company

WATER SERVICE CORP. - Service organization providing administrative and other service functions for the utility.

NOTE: Within each state except Florida is the number of companies owned.

COMPENSATION OF OFFICERS

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.			
NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF THE UTILITY (c)	OFFICERS' COMPENSATION (d)
Lisa A. Sparrow	President	N/A	\$ N/A
John P. Hoy	Vice President Operations	N/A	N/A
James Japczyk	Vice President and Treasurer	N/A	N/A
John Stover	Vice President and Secretary	N/A	N/A
Donald Sudduth	Vice President Customer Service	N/A	N/A
Rick Durham	Regional Vice President Operations	N/A	N/A
Debra A. Plumb	Assistant Secretary	N/A	N/A

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)
Lisa A. Sparrow	President	0	\$ N/A
John Stover	Vice President and Secretary	0	N/A

BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

<p>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.</p>				
NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)	
<p>NO BUSINESS CONTRACTS, AGREEMENTS OR OTHER ARRANGEMENTS WERE ENTERED INTO DURING THE CURRENT YEAR BY THE OFFICERS LISTED ON PAGE E6, THE DIRECTORS OR AFFILIATES.</p>		\$		

* 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.

AFFILIATION OF OFFICERS AND DIRECTORS

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

NAME (a)	PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
Lisa A. Sparrow	President	DIRECTOR/OFFICER	UTILITIES INC & SUBSIDIARIES NORTHBROOK IL
John P. Hoy	Vice President Operations	OFFICER	UTILITIES INC & SUBSIDIARIES NORTHBROOK IL
James Japczyk	Vice President and Treasurer	OFFICER	UTILITIES INC & SUBSIDIARIES NORTHBROOK IL
John Stover	Vice President and Secretary	DIRECTOR/OFFICER	UTILITIES INC & SUBSIDIARIES NORTHBROOK IL
Donald Sudduth	Vice President Customer Service	OFFICER	UTILITIES INC & SUBSIDIARIES NORTHBROOK IL
Rick Durham	Regional Vice President Operations	OFFICER	UTILITIES INC & SUBSIDIARIES NORTHBROOK IL
Debra A. Plumb	Assistant Secretary	OFFICER	UTILITIES INC & SUBSIDIARIES NORTHBROOK IL

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)

Part II. Specific Instructions: Sale, Purchase and Transfer of Assets

- | | |
|--|--|
| <p>1. Enter in this part all transactions relating to the purchase, sale, or transfer of assets.</p> <p>2. Below are examples of some types of transactions to include:</p> <ul style="list-style-type: none"> -purchase, sale or transfer of equipment -purchase, sale or transfer of land and structures -purchase, sale or transfer of securities -noncash transfers of assets -noncash dividends other than stock dividends -write-off of bad debts or loans | <p>3. The columnar instructions follow:</p> <ul style="list-style-type: none"> (a) Enter name of related party or company. (b) Describe briefly the type of assets purchased, sold or transferred. (c) Enter the total received or paid. Indicate purchase with "P" and sale with "S". (d) Enter the net book value for each item reported. (e) Enter the net profit or loss for each item reported. (column (c) - column (d)) (f) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value. |
|--|--|

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)
		\$ _____	\$ _____	\$ _____	\$ _____
NO ASSETS WERE SOLD, PURCHASED OR TRANSFERRED WITH A RELATED PARTY DURING THE FISCAL YEAR END 31-Dec-12		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____
		_____	_____	_____	_____

FINANCIAL SECTION

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

**COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
UTILITY PLANT				
101-106	Utility Plant	F-7	\$ 60,746,309	\$ 61,746,867
108-110	Less: Accumulated Depreciation and Amortization	F-8	13,123,533	14,939,429
Net Plant			\$ 47,622,776	\$ 46,807,438
114-115	Utility Plant Acquisition adjustment (Net)	F-7	-	-
116 *	Other Utility Plant Adjustments		5,325	5,325
Total Net Utility Plant			\$ 47,628,101	\$ 46,812,763
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property	F-9	\$ -	\$ -
122	Less: Accumulated Depreciation and Amortization		-	-
Net Nonutility Property			\$ -	\$ -
123	Investment In Associated Companies	F-10	-	-
124	Utility Investments	F-10	-	-
125	Other Investments	F-10	-	-
126-127	Special Funds	F-10	-	-
Total Other Property & Investments			\$ -	\$ -
CURRENT AND ACCRUED ASSETS				
131	Cash		\$ -	\$ -
132	Special Deposits	F-9	18,235	18,235
133	Other Special Deposits	F-9	-	-
134	Working Funds		-	-
135	Temporary Cash Investments		-	-
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-11	965,272	899,344
145	Accounts Receivable from Associated Companies	F-12	15,365,711	18,856,544
146	Notes Receivable from Associated Companies	F-12	-	-
151-153	Material and Supplies		12,398	18,565
161	Stores Expense		-	-
162	Prepayments		-	-
171	Accrued Interest and Dividends Receivable		-	-
172 *	Rents Receivable		-	-
173 *	Accrued Utility Revenues		-	-
174	Misc. Current and Accrued Assets	F-12	-	-
Total Current and Accrued Assets			\$ 16,361,617	\$ 19,792,688

* Not Applicable for Class B Utilities

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

**COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
DEFERRED DEBITS				
181	Unamortized Debt Discount & Expense	F-13	\$ -	\$ -
182	Extraordinary Property Losses	F-13	-	-
183	Preliminary Survey & Investigation Charges		-	-
184	Clearing Accounts		-	-
185 *	Temporary Facilities		-	-
186	Misc. Deferred Debits	F-14	667,792	364,144
187 *	Research & Development Expenditures		-	-
190	Accumulated Deferred Income Taxes		-	-
Total Deferred Debits			\$ 667,792	\$ 364,144
TOTAL ASSETS AND OTHER DEBITS			\$ <u>64,657,509</u>	\$ <u>66,969,595</u>

* Not Applicable for Class B Utilities

NOTES TO THE BALANCE SHEET

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

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

**COMPARATIVE BALANCE SHEET
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
EQUITY CAPITAL				
201	Common Stock Issued	F-15	\$ 300	\$ 300
204	Preferred Stock Issued	F-15	-	-
202, 205 *	Capital Stock Subscribed		-	-
203, 206 *	Capital Stock Liability for Conversion		-	-
207 *	Premium on Capital Stock		-	-
209 *	Reduction in Par or Stated Value of Capital Stock		-	-
210 *	Gain on Resale or Cancellation of Reacquired Capital Stock		-	-
211	Other Paid - In Capital		33,346,728	33,649,615
212	Discount On Capital Stock		-	-
213	Capital Stock Expense		-	-
214-215	Retained Earnings	F-16	6,739,935	8,311,260
216	Reacquired Capital Stock		-	-
218	Proprietary Capital (Proprietorship and Partnership Only)		-	-
Total Equity Capital			\$ 40,086,963	\$ 41,961,175
LONG TERM DEBT				
221	Bonds	F-15	-	-
222 *	Reacquired Bonds		-	-
223	Advances from Associated Companies	F-17	(4,485,236)	(4,485,236)
224	Other Long Term Debt	F-17	-	-
Total Long Term Debt			\$ (4,485,236)	\$ (4,485,236)
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		433,061	294,787
232	Notes Payable	F-18	-	-
233	Accounts Payable to Associated Companies	F-18	5,626,529	5,626,529
234	Notes Payable to Associated Companies	F-18	-	-
235	Customer Deposits		170,790	198,551
236	Accrued Taxes		213,191	831,239
237	Accrued Interest	F-19	22,055	29,021
238	Accrued Dividends		-	-
239	Matured Long Term Debt		-	-
240	Matured Interest		-	-
241	Miscellaneous Current & Accrued Liabilities	F-20	-	-
Total Current & Accrued Liabilities			\$ 6,465,626	\$ 6,980,127

* Not Applicable for Class B Utilities

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

**COMPARATIVE BALANCE SHEET
EQUITY CAPITAL AND LIABILITIES**

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
DEFERRED CREDITS				
251	Unamortized Premium On Debt	F-13	\$ -	\$ -
252	Advances For Construction	F-20	38,400	38,400
253	Other Deferred Credits	F-21	-	-
255	Accumulated Deferred Investment Tax Credits		-	-
Total Deferred Credits			\$ <u>38,400</u>	\$ <u>38,400</u>
OPERATING RESERVES				
261	Property Insurance Reserve		\$ -	\$ -
262	Injuries & Damages Reserve		-	-
263	Pensions and Benefits Reserve		-	-
265	Miscellaneous Operating Reserves		-	-
Total Operating Reserves			\$ <u>-</u>	\$ <u>-</u>
CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions in Aid of Construction	F-22	\$ 28,825,718	\$ 29,453,574
272	Accumulated Amortization of Contributions in Aid of Construction	F-22	7,827,017	8,770,893
Total Net C.I.A.C.			\$ <u>20,998,701</u>	\$ <u>20,682,682</u>
ACCUMULATED DEFERRED INCOME TAXES				
281	Accumulated Deferred Income Taxes - Accelerated Depreciation		\$ 3,437,465	\$ 3,789,886
282	Accumulated Deferred Income Taxes - Liberalized Depreciation		-	-
283	Accumulated Deferred Income Taxes - Other		(1,884,410)	(1,997,437)
Total Accumulated Deferred Income Tax			\$ <u>1,553,055</u>	\$ <u>1,792,449</u>
TOTAL EQUITY CAPITAL AND LIABILITIES			\$ <u>64,657,509</u>	\$ <u>66,969,595</u>

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR * (e)
UTILITY OPERATING INCOME				
400	Operating Revenues	F-3(b)	\$ 7,944,292	\$ 8,138,751
469, 530	Less: Guaranteed Revenue and AFPI	F-3(b)		
Net Operating Revenues			\$ 7,944,292	\$ 8,138,751
401	Operating Expenses	F-3(b)	\$ 2,628,325	\$ 2,814,733
403	Depreciation Expense:	F-3(b)	\$ 2,625,717	\$ 1,963,791
	Less: Amortization of CIAC	F-22	(1,062,979)	(943,876)
Net Depreciation Expense			\$ 1,562,739	\$ 1,019,915
406	Amortization of Utility Plant Acquisition Adjustment	F-3(b)	-	-
407	Amortization Expense (Other than CIAC)	F-3(b)	-	-
408	Taxes Other Than Income	W/S-3	873,338	903,472
409	Current Income Taxes	W/S-3	45,758	704,242
410.10	Deferred Federal Income Taxes	W/S-3	840,687	203,065
410.11	Deferred State Income Taxes	W/S-3	126,054	34,776
411.10	Provision for Deferred Income Taxes - Credit	W/S-3	-	-
412.10	Investment Tax Credits Deferred to Future Periods	W/S-3	-	-
412.11	Investment Tax Credits Restored to Operating Income	W/S-3	-	-
Utility Operating Expenses			\$ 6,076,901	\$ 5,680,203
Net Utility Operating Income			\$ 1,867,390	\$ 2,458,547
469, 530	Add Back: Guaranteed Revenue and AFPI	F-3(b)	-	-
413	Income From Utility Plant Leased to Others		16,958	17,637
414	Gains (losses) From Disposition of Utility Property		3,011	9,975
420	Allowance for Funds Used During Construction		1,178,076	6,868
Total Utility Operating Income [Enter here and on Page F-3(c)]			\$ 3,065,436	\$ 2,493,027

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

COMPARATIVE OPERATING STATEMENT (Cont'd)

WATER SCHEDULE W-3 * (f)	WASTEWATER SCHEDULE S-3 * (g)	OTHER THAN REPORTING SYSTEMS (h)
\$ 6,049,973	\$ 2,088,777	\$ -
\$ 6,049,973	\$ 2,088,777	\$ -
\$ 2,006,341	\$ 808,391	\$ -
1,442,349	521,442	-
<u>(628,586)</u>	<u>(315,290)</u>	-
\$ 813,762	\$ 206,153	\$ -
-	-	-
-	-	-
664,142	239,330	-
517,688	186,554	-
149,273	53,792	-
25,564	9,212	-
-	-	-
-	-	-
-	-	-
\$ 4,176,772	\$ 1,503,432	\$ -
\$ 1,873,202	\$ 585,346	\$ -
-	-	-
12,965	4,672	-
7,332	2,642	-
5,049	1,819	-
\$ 1,898,548	\$ 594,479	\$ -

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

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
Total Utility Operating Income [from page F-3(a)]			\$ 3,065,436	\$ 2,493,027
OTHER INCOME AND DEDUCTIONS				
415	Revenues-Merchandising, Jobbing, and Contract Deductions		\$ -	\$ -
416	Costs & Expenses of Merchandising Jobbing, and Contract Work		-	-
419	Interest and Dividend Income		-	-
421	Nonutility Income		-	-
426	Miscellaneous Nonutility Expenses		-	150
Total Other Income and Deductions			\$ -	\$ 150
TAXES APPLICABLE TO OTHER INCOME				
408.2	Taxes Other Than Income		\$ -	\$ -
409.2	Income Taxes		-	850
410.2	Provision for Deferred Income Taxes		-	-
411.2	Provision for Deferred Income Taxes - Credit		-	-
412.2	Investment Tax Credits - Net		-	-
412.3	Investment Tax Credits Restored to Operating Income		-	-
Total Taxes Applicable To Other Income			\$ -	\$ 850
INTEREST EXPENSE				
427	Interest Expense	F-19	\$ 935,161	\$ 920,702
428	Amortization of Debt Discount & Expense	F-13	-	-
429	Amortization of Premium on Debt	F-13	-	-
Total Interest Expense			\$ 935,161	\$ 920,702
EXTRAORDINARY ITEMS				
433	Extraordinary Income		\$ -	\$ -
434	Extraordinary Deductions		-	-
409.3	Income Taxes, Extraordinary Items		-	-
Total Extraordinary Items			\$ -	\$ -
NET INCOME			\$ 2,130,275	\$ 1,571,325

Explain Extraordinary Income:
 NONE

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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SCHEDULE OF YEAR END RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	WASTEWATER UTILITY (e)
101	Utility Plant In Service	F-7	\$ 46,138,972	\$ 15,273,781
	Less:			
	Nonused and Useful Plant (1)			
108	Accumulated Depreciation	F-8	10,347,737	4,591,692
110	Accumulated Amortization	F-8	-	-
271	Contributions In Aid of Construction	F-22	18,134,527	11,319,047
252	Advances for Construction	F-20	38,400	
Subtotal			\$ 17,618,308	\$ (636,958)
272	Add: Accumulated Amortization of Contributions in Aid of Construction	F-22	5,956,199	2,814,693
Subtotal			\$ 23,574,507	\$ 2,177,735
114	Plus or Minus: Acquisition Adjustments (2)	F-7	-	-
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	-	-
	Working Capital Allowance (3)		250,793	101,049
	Other (Specify): _____ _____ _____		_____ _____ _____	_____ _____ _____
RATE BASE			\$ 23,825,300	\$ 2,278,784
NET UTILITY OPERATING INCOME			\$ 1,873,202	\$ 585,346
ACHIEVED RATE OF RETURN (Operating Income / Rate Base)			7.86%	25.69%

NOTES :

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

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

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

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (2) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (3) (d)	WEIGHTED COST (c x d) (e)
Common Equity	\$ 11,385,798	43.85%	12.67%	5.56%
Preferred Stock	-	0.00%	0.00%	0.00%
Long Term Debt	12,553,560	48.35%	6.71%	3.24%
Short Term Debt	34,871	0.13%	0.00%	0.00%
Customer Deposits	198,551	0.76%	6.00%	0.05%
Tax Credits - Zero Cost	-	0.00%	0.00%	0.00%
Tax Credits - Weighted Cost	-	0.00%	0.00%	0.00%
Deferred Income Taxes	1,792,449	6.90%	0.00%	0.00%
Other (Explain) Short Term Debt	-	0.00%	0.00%	0.00%
Total	\$ 25,965,228	100.00%		8.85%

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

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

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

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

APPROVED RETURN ON EQUITY

Current Commission Return on Equity:	<u>12.67%</u>
Commission order approving Return on Equity:	<u>PSC-09-0101-PAA-WS</u>

APPROVED AFUDC RATE

COMPLETION ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR

Current Commission Approved AFUDC rate:	<u>9.03%</u>
Commission order approving AFUDC rate:	<u>PSC-04-0262-PAA-WS</u>

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

UTILITY NAME:

LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

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

CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	NON-UTILITY ADJUSTMENTS (c)	NON-JURISDICTIONAL ADJUSTMENTS (d)	OTHER (1) ADJUSTMENTS SPECIFIC (e)	OTHER (1) ADJUSTMENTS PRO RATA (f)	CAPITAL STRUCTURE (g)
Common Equity	\$ 163,255,970	\$ _____	_____	_____	\$ (151,870,172)	\$ 11,385,798
Preferred Stock	-	_____	_____	_____	_____	-
Long Term Debt	180,000,000	_____	_____	_____	(167,446,440)	12,553,560
Short Term Debt	500,000	_____	_____	_____	(465,129)	34,871
Customer Deposits	198,551	_____	_____	_____	_____	198,551
Tax Credits - Zero Cost	-	_____	_____	_____	_____	-
Tax Credits - Weighted Cost	-	_____	_____	_____	_____	-
Deferred Inc. Taxes	1,792,449	_____	_____	_____	_____	1,792,449
Other (Explain) Short Term Debt	-	_____	_____	_____	-	-
Total	\$ 345,746,969	\$ _____	_____	_____	\$ (319,781,742)	\$ 25,965,228

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

NOT APPLICABLE

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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UTILITY PLANT
ACCOUNTS 101 - 106

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
101	Plant Accounts: Utility Plant In Service	\$ 46,138,972	\$ 15,273,781	\$	\$ 61,412,754
102	Utility Plant Leased to Other				-
103	Property Held for Future Use	-	-		-
104	Utility Plant Purchased or Sold				-
105	Construction Work in Progress	334,114	0		334,114
106	Completed Construction Not Classified				-
	Total Utility Plant	\$ 46,473,086	\$ 15,273,781	\$ -	\$ 61,746,867

UTILITY PLANT ACQUISITION ADJUSTMENTS
ACCOUNTS 114 AND 115

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

ACCT. (a)	DESCRIPTION (b)	WATER (c)	WASTEWATER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
114	Acquisition Adjustment	\$ -	-		-
	Total Plant Acquisition Adjustments	\$ -	\$ -	\$ -	\$ -
	Beginning Bal	\$	\$	\$	\$ -
	Accumulated Amortization				
	Accruals charged during year	-	-		
	Total Accumulated Amortization	\$ -	\$ -	\$ -	\$ -
	Net Acquisition Adjustments	\$ -	\$ -	\$ -	\$ -

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

DESCRIPTION (a)	WATER (b)	WASTEWATER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACCUMULATED DEPRECIATION				
Account 108				
Balance first of year	\$ 9,003,295	\$ 4,120,238	\$ -	\$ 13,123,533
Credit during year:				
Accruals charged to:				
Account 108.1 (1)	\$ 1,442,349	\$ 521,442	\$ -	\$ 1,963,791
Account 108.2 (2)	-	-	-	-
Account 108.3 (2)	-	-	-	-
Other Accounts (specify):	(9,206)	32,079	-	22,873
Other Credits (Specify):	-	-	-	-
Total Credits	\$ 1,433,143	\$ 553,521	\$ -	\$ 1,986,664
Debits during year:				
Book cost of plant retired	88,701	82,067	-	170,767
Cost of Removal	-	-	-	-
Other Debits (specify):	-	-	-	-
Total Debits	\$ 88,701	\$ 82,067	\$ -	\$ 170,767
Balance end of year	<u>\$ 10,347,737</u>	<u>\$ 4,591,692</u>	<u>\$ -</u>	<u>\$ 14,939,429</u>
ACCUMULATED AMORTIZATION				
Account 110				
Balance first of year	\$ -	\$ -	\$ -	\$ -
Credit during year:				
Accruals charged to:				
Account 110.2 (2)	-	-	-	-
Other Accounts (specify):	-	-	-	-
Total credits	\$ -	\$ -	\$ -	\$ -
Debits during year:				
Book cost of plant retired	-	-	-	-
Other debits (specify):	-	-	-	-
Total Debits	\$ -	\$ -	\$ -	\$ -
Balance end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

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

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	CHARGED OFF DURING YEAR	
		ACCT. (d)	AMOUNT (e)
070693-WS	\$ _____	_____	\$ 208,973
_____	_____	_____	_____
_____	_____	_____	_____
Total	\$ _____	_____	\$ 208,973

NONUTILITY PROPERTY (ACCOUNT 121)

Report separately each item of property with a book cost of \$25,000 or more included in Account 121.
Other Items may be grouped by classes of property.

DESCRIPTION (a)	BEGINNING YEAR (b)	ADDITIONS (c)	REDUCTIONS (d)	ENDING YEAR BALANCE (e)
NONE	\$ _____	\$ _____	\$ _____	\$ -
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Nonutility Property	\$ _____	\$ _____	\$ _____	\$ -

SPECIAL DEPOSITS (ACCOUNTS 132 AND 133)

Report hereunder all special deposits carried in Accounts 132 and 133.

DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
SPECIAL DEPOSITS (Account 132):	
_____	\$ 18,235
_____	_____
_____	_____
Total Special Deposits	\$ 18,235
OTHER SPECIAL DEPOSITS (Account 133):	
NONE	\$ -
_____	_____
_____	_____
Total Other Special Deposits	\$ -

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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INVESTMENTS AND SPECIAL FUNDS
ACCOUNTS 123 - 127

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

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (Account 123): NONE <hr/> <hr/> <hr/> <hr/> <hr/>	\$ _____ _____ _____ _____ _____	\$ _____ - _____ _____ _____ _____
Total Investment in Associated Companies		\$ _____ -
UTILITY INVESTMENTS (Account 124): NONE <hr/> <hr/> <hr/> <hr/> <hr/>	\$ _____ _____ _____ _____ _____	\$ _____ - _____ _____ _____ _____
Total Utility Investment		\$ _____ -
OTHER INVESTMENTS (Account 125): NONE <hr/> <hr/> <hr/> <hr/> <hr/>	\$ _____ _____ _____ _____ _____	\$ _____ - _____ _____ _____ _____
Total Other Investment		\$ _____ -
SPECIAL FUNDS (Class A Utilities: Accounts 126 and 127; Class B Utilities: Account 127): NONE <hr/> <hr/> <hr/> <hr/> <hr/>	_____ _____ _____ _____ _____	\$ _____ - _____ _____ _____ _____
Total Special Funds		\$ _____ -

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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ACCOUNTS AND NOTES RECEIVABLE - NET
ACCOUNTS 141 - 144

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

DESCRIPTION (a)	TOTAL (b)
CUSTOMER ACCOUNTS RECEIVABLE (Account 141):	
Water	\$ 668,875
Wastewater	241,035
Other	
Total Customer Accounts Receivable	\$ 909,910
OTHER ACCOUNTS RECEIVABLE (Account 142):	
_____	\$ _____
_____	_____
_____	_____
Total Other Accounts Receivable	\$ -
NOTES RECEIVABLE (Account 144):	
_____	\$ _____
_____	_____
_____	_____
Total Notes Receivable	\$ -
Total Accounts and Notes Receivable	\$ 909,910
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Account 143)	
Balance first of year	\$ (12,188)
Provision for uncollectibles for current year	\$ 1,622
Collection of accounts previously written off	_____
Utility Accounts	_____
Others	_____
_____	_____
Total Additions	\$ -
Deduct accounts written off during year:	
Utility Accounts	_____
Others	_____
_____	_____
Total accounts written off	\$ -
Balance end of year	\$ (10,566)
TOTAL ACCOUNTS AND NOTES RECEIVABLE - NET	\$ 899,344

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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**UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT
ACCOUNTS 181 AND 251**

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

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Account 181): NONE	\$ _____	\$ _____ -
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Unamortized Debt Discount and Expense	\$ _____	\$ _____ -
UNAMORTIZED PREMIUM ON DEBT (Account 251): NONE	\$ _____	\$ _____ -
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Unamortized Premium on Debt	\$ _____	\$ _____ -

**EXTRAORDINARY PROPERTY LOSSES
ACCOUNT 182**

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
NONE	\$ _____ -
_____	_____
_____	_____
Total Extraordinary Property Losses	\$ _____ -

**MISCELLANEOUS DEFERRED DEBITS
ACCOUNT 186**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
DEFERRED RATE CASE EXPENSE (Class A Utilities: Account 186.1)		
RATE CASE	\$ 208,973	\$ 234,501
Total Deferred Rate Case Expense	\$ <u>208,973</u>	\$ <u>234,501</u>
OTHER DEFERRED DEBITS (Class A Utilities: Account 186.2):		
OTHER DEFERRED MAINTENANCE	\$ 94,750	\$ 129,643
Total Other Deferred Debits	\$ <u>94,750</u>	\$ <u>129,643</u>
REGULATORY ASSETS (Class A Utilities: Account. 186.3):		
NONE	\$ -	\$ -
Total Regulatory Assets	\$ <u>-</u>	\$ <u>-</u>
TOTAL MISCELLANEOUS DEFERRED DEBITS	\$ <u>303,723</u>	\$ <u>364,144</u>

UTILITY NAME:

LAKE UTILITY SERVICES, INC.

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**CAPITAL STOCK
ACCOUNTS 201 AND 204***

DESCRIPTION (a)	RATE (b)	TOTAL (c)
COMMON STOCK		
Par or stated value per share		1
Shares authorized		0
Shares issued and outstanding		0
Total par value of stock issued		\$300
Dividends declared per share for year		0
REFERRED STOCK		
Par or stated value per share		0
Shares authorized		0
Shares issued and outstanding		0
Total par value of stock issued		\$0
Dividends declared per share for year		0

* Account 204 not applicable for Class B utilities.

**BONDS
ACCOUNT 221**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
NONE	%		\$ -
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			\$ -

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

STATEMENT OF RETAINED EARNINGS

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

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings: Balance Beginning of Year	\$ 6,739,935
439	Changes to Account: Adjustments to Retained Earnings (requires Commission approval prior to use): Credits: _____	\$ _____
	Total Credits:	\$ -
	Debits: _____	\$ _____
	Total Debits:	\$ _____
435	Balance Transferred from Income {income/(loss)}	\$ 1,571,325
436	Appropriations of Retained Earnings: _____	_____
	Total Appropriations of Retained Earnings	\$ _____
437	Dividends Declared: Preferred Stock Dividends Declared _____	_____
438	Common Stock Dividends Declared _____	_____
	Total Dividends Declared	\$ _____
215	Year end Balance	\$ _____
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end): _____	_____
214	Total Appropriated Retained Earnings	\$ _____
Total Retained Earnings		\$ <u>8,311,260</u>
Notes to Statement of Retained Earnings:		

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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ADVANCES FROM ASSOCIATED COMPANIES
ACCOUNT 223

Report each advance separately.

DESCRIPTION (a)	TOTAL (b)
WATER SERVICE CORPORATION	\$ (4,485,236)
Total	\$ <u>(4,485,236)</u>

OTHER LONG-TERM DEBT
ACCOUNT 224

DESCRIPTION OF OBLIGATION INCLUDING DATE OF ISSUE AND DATE OF MATURITY (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
NONE	%		\$ -
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
	%		
Total			\$ <u>-</u>

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

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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**NOTES PAYABLE
ACCOUNTS 232 AND 234**

DESCRIPTION OF OBLIGATION (INCLUDING DATE OF ISSUE AND DATE OF MATURITY) (a)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (d)
	ANNUAL RATE (b)	FIXED OR VARIABLE * (c)	
NOTES PAYABLE (Account 232): NONE			\$ -
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
Total Account 232			\$ -
NOTES PAYABLE TO ASSOC. COMPANIES (Account 234): NONE			\$ -
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
_____	_____ %	_____	_____
Total Account 234			\$ -

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

**ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES
ACCOUNT 233**

Report each account payable separately.

DESCRIPTION	TOTAL (b)
WATER SERVICE CORPORATION	\$ 5,626,529
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
Total	\$ 5,626,529

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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**ACCRUED INTEREST AND EXPENSE
ACCOUNTS 237 AND 427**

DESCRIPTION OF DEBIT (a)	BALANCE BEGINNING OF YEAR (b)	INTEREST ACCRUED DURING YEAR		INTEREST PAID DURING YEAR (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
ACCOUNT NO. 237.1 - Accrued Interest on Long Term Debt	\$ _____		\$ _____	\$ _____	\$ _____
_____	_____		_____	_____	_____
UTILITIES INC INTERCOMPANY INTEREST	_____		909,377	909,377	-
_____	_____		_____	_____	_____
Total Account 237.1	\$ _____ -		\$ 909,377	\$ 909,377	\$ _____ -
ACCOUNT NO. 237.2 - Accrued Interest on Other Liabilities					
Customer Deposits	\$ 22,055		\$ 11,237	\$ 4,359	\$ 29,021
Misc	_____		88	_____	-
_____	_____		_____	_____	-
Total Account 237.2	\$ 22,055		\$ 11,325	\$ 4,359	\$ 29,021
Total Account 237 (1)	\$ 22,055		\$ 920,702	\$ 913,736	\$ 29,021
INTEREST EXPENSED:					
Total accrual Account 237			\$ 920,702		
_____			_____		
_____			_____		
_____			_____		
Net Interest Expensed to Account No. 427 (2)			\$ 920,702		

(1) Must agree to F-2 (a), Beginning and Ending Balance of Accrued Interest.

(2) Must agree to F-3 (c), Current Year Interest Expense

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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**MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES
ACCOUNT 241**

DESCRIPTION - Provide itemized listing (a)	BALANCE END OF YEAR (b)
NONE	\$ -
Total Miscellaneous Current and Accrued Liabilities	\$ -

**ADVANCES FOR CONSTRUCTION
ACCOUNT 252**

NAME OF PAYOR * (a)	BALANCE BEGINNING OF YEAR (b)	DEBITS		CREDITS (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
NONE	\$ -		\$ -		\$ 38,400
Total	\$ -		\$ -		\$ 38,400

* Report advances separately by reporting group, designating water or wastewater in column (a).

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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**OTHER DEFERRED CREDITS
ACCOUNT 253**

DESCRIPTION - Provide itemized listing (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
REGULATORY LIABILITIES (Class A Utilities: Account 253.1):		
NONE	\$ _____	\$ _____ -
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Regulatory Liabilities	\$ _____	\$ _____ -
OTHER DEFERRED LIABILITIES (Class A Utilities: Account 253.2):		
NONE	\$ _____	\$ _____ -
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total Other Deferred Liabilities	\$ _____	\$ _____ -
TOTAL OTHER DEFERRED CREDITS	\$ _____	\$ _____ -

UTILITY NAME: LAKE UTILITY SERVICES, INC.

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CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271

DESCRIPTION (a)	WATER (W-7) (b)	WASTEWATER (S-7) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>17,750,127</u>	\$ <u>11,075,591</u>	\$ <u>-</u>	\$ <u>28,825,718</u>
Add credits during year:	\$ <u>384,400</u>	\$ <u>243,456</u>	\$ <u>-</u>	\$ <u>627,856</u>
Less debit charged during the year	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Total Contribution In Aid of Construction	\$ <u><u>18,134,527</u></u>	\$ <u><u>11,319,047</u></u>	\$ <u><u>-</u></u>	\$ <u><u>29,453,574</u></u>

ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 272

DESCRIPTION (a)	WATER (W-8(a)) (b)	WASTEWATER (S-8(a)) (c)	W & WW OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ <u>5,327,613</u>	\$ <u>2,499,404</u>	\$ <u>-</u>	\$ <u>7,827,017</u>
Debits during the year:	\$ <u>628,586</u>	\$ <u>315,290</u>	\$ <u>-</u>	\$ <u>943,876</u>
Credits during the year	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Total Accumulated Amortization of Contributions In Aid of Construction	\$ <u><u>5,956,199</u></u>	\$ <u><u>2,814,693</u></u>	\$ <u><u>-</u></u>	\$ <u><u>8,770,893</u></u>

UTILITY NAME:

LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

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

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

DESCRIPTION (a)	REF. NO. (b)	AMOUNT (c)
Net income for the year	F-3(c)	\$ 1,571,325
Reconciling items for the year:		
Taxable income not reported on books:		
Adj		(9,975)
Deductions recorded on books not deducted for return:		
Amortization ITC		
Excess Tax Depreciation over Book Depreciation		(937,428)
Fines		6
Meals		1,602
Int During Construction		3,353
Def. Maint. CY additions		
Def. Maint. CY amortization		94,750
Def. Rate Case CY additions		
Def. Rate Case CY amortization		206,279
Organization Exp-Amort		957
Bad Debts CY		(1,622)
Current FIT (725)		601,532
Deferred FIT (731)		203,065
Deferred SIT (732)		34,776
Income recorded on books not included in return:		
		591
Deduction on return not charged against book income:		
Federal tax net income		\$ 1,769,212
Computation of tax :		
	1,769,212	
	<u>34%</u>	
	601,532	

**WATER
OPERATION
SECTION**

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY : Lake County

SCHEDULE OF YEAR END WATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WATER UTILITY (d)
101	Utility Plant In Service	W-4(b)	\$ 46,138,972
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	W-6(b)	10,347,737
110	Accumulated Amortization	F-8	-
271	Contributions In Aid of Construction	W-7	18,134,527
252	Advances for Construction	F-20	38,400
Subtotal			\$ 17,618,308
272	Add: Accumulated Amortization of Contributions in Aid of Construction	W-8(a)	\$ 5,956,199
Subtotal			\$ 23,574,507
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	-
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	-
	Working Capital Allowance (3)		250,793
	Other (Specify):		
WATER RATE BASE			\$ 23,825,300
WATER OPERATING INCOME		W-3	\$ 1,873,202
RN (Water Operating Income / Water Rate Base)			<u>7.86%</u>

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

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	CURRENT YEAR (d)
	UTILITY OPERATING INCOME		
400	Operating Revenues	W-9	\$ 6,049,973
469	Less: Guaranteed Revenue and AFPI	W-9	-
	Net Operating Revenues		\$ 6,049,973
401	Operating Expenses	W-10(a)	\$ 2,006,341
403	Depreciation Expense	W-6(a)	1,442,349
	Less: Amortization of CIAC	W-8(a)	(628,586)
	Net Depreciation Expense		\$ 813,762
406	Amortization of Utility Plant Acquisition Adjustment	F-7	-
407	Amortization Expense (Other than CIAC)	F-8	-
408.1	Taxes Other Than Income		
	Utility Regulatory Assessment Fee		699
408.11	Property Taxes		319,568
408.12	Payroll Taxes		68,636
408.13	Other Taxes and Licenses		275,240
408	Total Taxes Other Than Income		\$ 664,142
409.1	Income Taxes		517,688
410.1	Deferred Federal Income Taxes		149,273
410.11	Deferred State Income Taxes		25,564
411.1	Deferred Income Taxes - Credit		-
412.1	Investment Tax Credits Deferred to Future Periods		-
412.11	Investment Tax Credits Amortized		-
	Utility Operating Expenses		\$ 4,176,772
	Utility Operating Income		\$ 1,873,202
	Add Back:		
469	Guaranteed Revenue (and AFPI)	W-9	\$ -
413	Income From Utility Plant Leased to Others		12,965
414	Gains (losses) From Disposition of Utility Property		7,332
420	Allowance for Funds Used During Construction		5,049
	Total Utility Operating Income		\$ 1,898,548

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
301	Organization	\$ 43,404	\$ -	\$ -	\$ 43,404
302	Franchises	22,463	20		22,483
303	Land and Land Rights	112,148	319		112,468
304	Structures and Improvements	16,377,060	17,830	4,394	16,390,496
305	Collecting and Impounding Reservoirs	-	-		-
306	Lake, River and Other Intakes	-	-		-
307	Wells and Springs	2,571,819	-		2,571,819
308	Infiltration Galleries and Tunnels	-	-		-
309	Supply Mains	319,101	-		319,101
310	Power Generation Equipment	132,634	-		132,634
311	Pumping Equipment	808,513	66,896	43,264	832,145
320	Water Treatment Equipment	365,078	277,022	11,743	630,357
330	Distribution Reservoirs and Standpipes	3,109,299	19,603	2,695	3,126,207
331	Transmission and Distribution Mains	15,630,352	56,144	18,132	15,668,365
333	Services	2,015,808	79,188	7,099	2,087,898
334	Meters and Meter Installations	662,198	129,831		792,029
335	Hydrants	854,252	2,314	192	856,374
336	Backflow Prevention Devices	15,214	7,144	472	21,886
339	Other Plant Miscellaneous Equipment	1,703	-		1,703
340	Office Furniture and Equipment	1,070,639	63,731		1,134,370
341	Transportation Equipment	472,092	(31,086)		441,006
342	Stores Equipment	-	-		-
343	Tools, Shop and Garage Equipment	111,340	535		111,875
344	Laboratory Equipment	16,189	1,073	710	16,552
345	Power Operated Equipment	7,781	8,347		16,128
346	Communication Equipment	22,617	483		23,100
347	Miscellaneous Equipment	602	(9)		592
348	Other Tangible Plant	785,983	-		785,983
TOTAL WATER PLANT		\$ 45,528,287	\$ 699,386	\$ 88,701	\$ 46,138,972

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

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WATER UTILITY PLANT MATRIX

ACCT. NO.	ACCOUNT NAME	CURRENT YEAR	.1 INTANGIBLE PLANT	.2 SOURCE OF SUPPLY AND PUMPING PLANT	.3 WATER TREATMENT PLANT	.4 TRANSMISSION AND DISTRIBUTION PLANT	.5 GENERAL PLANT
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
301	Organization	\$ 43,404	\$ 43,404	\$	\$	\$	\$
302	Franchises	22,483	22,483				
303	Land and Land Rights	112,468		112,468	-	-	-
304	Structures and Improvements	16,390,496		138,134	15,983,146	2,545	266,670
305	Collecting and Impounding Reservoirs	-		-			
306	Lake, River and Other Intakes	-		-			
307	Wells and Springs	2,571,819		2,571,819			
308	Infiltration Galleries and Tunnels	-		-			
309	Supply Mains	319,101		319,101			
310	Power Generation Equipment	132,634		132,634			
311	Pumping Equipment	832,145		832,145			
320	Water Treatment Equipment	630,357			630,357		
330	Distribution Reservoirs and Standpipes	3,126,207				3,126,207	
331	Transmission and Distribution Mains	15,668,365				15,668,365	
333	Services	2,087,898				2,087,898	
334	Meters and Meter Installations	792,029				792,029	
335	Hydrants	856,374				856,374	
336	Backflow Prevention Devices	21,886				21,886	
339	Other Plant Miscellaneous Equipment	1,703	-	-	-	1,703	
340	Office Furniture and Equipment	1,134,370					1,134,370
341	Transportation Equipment	441,006					441,006
342	Stores Equipment	-					-
343	Tools, Shop and Garage Equipment	111,875					111,875
344	Laboratory Equipment	16,552					16,552
345	Power Operated Equipment	16,128					16,128
346	Communication Equipment	23,100					23,100
347	Miscellaneous Equipment	592					592
348	Other Tangible Plant	785,983					785,983
TOTAL WATER PLANT		\$ 46,138,972	\$ 65,886	\$ 4,106,300	\$ 16,613,503	\$ 22,557,005	\$ 2,796,277

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY : Lake County

BASIS FOR WATER DEPRECIATION CHARGES

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
301	Organization			
302	Franchises	40		2.50%
304	Structures and Improvements	32		3.13%
305	Collecting and Impounding Reservoirs	50		2.00%
306	Lake, River and Other Intakes	40		2.50%
307	Wells and Springs	30		3.33%
308	Infiltration Galleries and Tunnels	40		2.50%
309	Supply Mains	35		2.86%
310	Power Generation Equipment	20		5.00%
311	Pumping Equipment	20		5.00%
320	Water Treatment Equipment	22		4.55%
330	Distribution Reservoirs and Standpipes	37		2.70%
331	Transmission and Distribution Mains	43		2.33%
333	Services	40		2.50%
334	Meters and Meter Installations	20		5.00%
335	Hydrants	45		2.22%
336	Backflow Prevention Devices	15		6.67%
339	Other Plant Miscellaneous Equipment	18		5.56%
340	Office Furniture and Equipment	15		6.67%
341	Transportation Equipment	5		20.00%
342	Stores Equipment	18		5.56%
343	Tools, Shop and Garage Equipment	16		6.25%
344	Laboratory Equipment	15		6.67%
345	Power Operated Equipment	12		8.33%
346	Communication Equipment	10		10.00%
347	Miscellaneous Equipment	15		6.67%
348	Other Tangible Plant	10		10.00%
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: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY : Lake County

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)
301	Organization	\$ (11,621)	\$ 3,525	\$ (0)	\$ 3,525
302	Franchises	2,132	571	(3)	568
304	Structures and Improvements	2,004,660	514,048	5,461	519,508
305	Collecting and Impounding Reservoirs	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-
307	Wells and Springs	711,674	87,576	(0)	87,576
308	Infiltration Galleries and Tunnels	-	-	-	-
309	Supply Mains	38,928	7,999	(0)	7,999
310	Power Generation Equipment	20,516	4,621	0	4,621
311	Pumping Equipment	(122,441)	48,262	-	48,262
320	Water Treatment Equipment	154,335	27,667	-	27,667
330	Distribution Reservoirs and Standpipes	745,441	86,895	(4)	86,892
331	Transmission and Distribution Mains	3,057,800	371,372	0	371,372
333	Services	479,525	52,087	0	52,087
334	Meters and Meter Installations	223,737	37,155	0	37,155
335	Hydrants	153,141	18,874	0	18,874
336	Backflow Prevention Devices	1,520	1,272	-	1,272
339	Other Plant Miscellaneous Equipment	272	95	-	95
340	Office Furniture and Equipment	878,904	121,723	31,035	152,758
341	Transportation Equipment	351,601	47,428	(36,753)	10,675
342	Stores Equipment	-	-	-	-
343	Tools, Shop and Garage Equipment	120,596	7,435	(458)	6,977
344	Laboratory Equipment	1,606	772	(5,257)	(4,486)
345	Power Operated Equipment	865	450	(970)	(520)
346	Communication Equipment	190,105	1,585	(1,319)	265
347	Miscellaneous Equipment	-	-	-	-
348	Other Tangible Plant	-	937	(937)	-
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 9,003,295	\$ 1,442,349	\$ (9,206)	\$ 1,433,143

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

OTHER CREDITS column (E) * are due to allocation of UIF plant

W-6(a)
GROUP _____

UTILITY NAME:

LAKE UTILITY SERVICES, INC.

<p>YEAR OF REPORT 31-Dec-12</p>
--

SYSTEM NAME / COUNTY : Lake County

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

ACCT. NO. (a)	ACCOUNT NAME (b)	PLANT RETIRED (g)	SALVAGE AND INSURANCE (h)	COST OF REMOVAL AND OTHER CHARGES (i)	TOTAL CHARGES (g-h+i) (j)	BALANCE AT END OF YEAR (c+f-j) (k)
301	Organization	\$ -	\$ -	\$ -	\$ -	\$ (8,096)
302	Franchises	-	-	-	-	2,700
304	Structures and Improvements	4,394	-	-	4,394	2,519,775
305	Collecting and Impounding Reservoirs	-	-	-	-	-
306	Lake, River and Other Intakes	-	-	-	-	-
307	Wells and Springs	-	-	-	-	799,250
308	Infiltration Galleries and Tunnels	-	-	-	-	-
309	Supply Mains	-	-	-	-	46,927
310	Power Generation Equipment	-	-	-	-	25,137
311	Pumping Equipment	43,264	-	-	43,264	(117,443)
320	Water Treatment Equipment	11,743	-	-	11,743	170,260
330	Distribution Reservoirs and Standpipes	2,695	-	-	2,695	829,637
331	Transmission and Distribution Mains	18,132	-	-	18,132	3,411,040
333	Services	7,099	-	-	7,099	524,513
334	Meters and Meter Installations	-	-	-	-	260,892
335	Hydrants	192	-	-	192	171,823
336	Backflow Prevention Devices	472	-	-	472	2,320
339	Other Plant Miscellaneous Equipment	-	-	-	-	366
340	Office Furniture and Equipment	-	-	-	-	1,031,662
341	Transportation Equipment	-	-	-	-	362,276
342	Stores Equipment	-	-	-	-	-
343	Tools, Shop and Garage Equipment	-	-	-	-	127,573
344	Laboratory Equipment	710	-	-	710	(3,590)
345	Power Operated Equipment	-	-	-	-	345
346	Communication Equipment	-	-	-	-	190,370
347	Miscellaneous Equipment	-	-	-	-	-
348	Other Tangible Plant	-	-	-	-	-
TOTAL WATER ACCUMULATED DEPRECIATION		\$ 88,701	\$ -	\$ -	\$ 88,701	\$ 10,347,737

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY : Lake County

**CONTRIBUTIONS IN AID OF CONSTRUCTION
ACCOUNT 271**

DESCRIPTION (a)	REFERENCE (b)	WATER (c)
Balance first of year		\$ <u>17,750,127</u>
Add credits during year:		
Contributions received from Capacity, Main Extension and Customer Connection Charges	W-8(a)	\$ <u>6,922</u>
Contributions received from Developer or Contractor Agreements in cash or property	W-8(b)	<u>377,478</u>
Total Credits		\$ <u>384,400</u>
Less debits charged during the year (All debits charged during the year must be explained below)		\$ _____
Total Contributions In Aid of Construction		\$ <u>18,134,527</u>

If any prepaid CIAC has been collected, provide a supporting schedule showing how the amount is determined.

Explain all debits charged to Account 271 during the year below:

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY : Lake County

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

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
<u>TAP FEES</u>		\$	\$ 6,922
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits			\$ <u>6,922</u>

ACCUMULATED AMORTIZATION OF WATER CONTRIBUTIONS IN AID OF CONSTRUCTION

DESCRIPTION (a)	WATER (b)
Balance first of year	\$ 5,327,613
Debits during the year:	
Accruals charged to Account 272	\$ 628,586
Other debits (specify):	_____
_____	_____
_____	_____
Total debits	\$ 628,586
Credits during the year (specify):	
_____	\$ _____
_____	_____
Total credits	\$ -
Balance end of year	\$ <u>5,956,199</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WATER CIAC SCHEDULE "B"
ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION
RECEIVED FROM ALL DEVELOPERS OR CONTRACTORS AGREEMENTS
WHICH CASH OR PROPERTY WAS RECEIVED DURING THE YEAR

DESCRIPTION (a)	INDICATE CASH OR PROPERTY (b)	AMOUNT (c)
<u>HAWTHORN DEVELOPMENT LLC</u>	<u>CASH</u>	<u>151,578</u>
<u>TAYLOR MORRISON HOMES</u>	<u>CASH</u>	<u>112,365</u>
<u>HIBISCUS HOMES</u>	<u>CASH</u>	<u>40,860</u>
<u>ROYAL OAK HOMES LLC</u>	<u>CASH</u>	<u>28,602</u>
<u>STANDARD PACIFIC HOMES</u>	<u>CASH</u>	<u>22,473</u>
<u>LCWH, LLC</u>	<u>CASH</u>	<u>21,600</u>
Total Credits		\$ <u>377,478</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS (d)	AMOUNT (e)
460	Water Sales: Unmetered Water Revenue			\$ 182,647
461.1	Metered Water Revenue: Sales to Residential Customers	9,434	9,769	5,426,339
461.2	Sales to Commercial Customers			355,918
461.3	Sales to Industrial Customers			-
461.4	Sales to Public Authorities			-
461.5	Sales Multiple Family Dwellings			1,129
461.6	Other Revenues			-
Total Metered Sales		9,434	9,769	\$ 5,783,386
462.1	Fire Protection Revenue: 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			-
Total Water Sales		9,434	9,769	\$ 5,966,033
469	Other Water Revenues: Guaranteed Revenues (Including Allowance for Funds Prudently Invested or AFPI)			\$ -
470	Forfeited Discounts			-
471	Miscellaneous Service Revenues			450
472	Rents From Water Property			-
473	Interdepartmental Rents			-
474	Other Water Revenues			83,491
Total Other Water Revenues				\$ 83,941
Total Water Operating Revenues				\$ 6,049,973

* Customer is defined by Rule 25-30.210(1), Florida Administrative Code.
Accruals are recorded in account 461.1.

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY : Lake County

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	\$ 532,955	\$ 59,320	\$ 59,320
603	Salaries and Wages - Officers, Directors and Majority Stockholders	59,759	-	-
604	Employee Pensions and Benefits	158,482	15,861	15,861
610	Purchased Water	-	-	
615	Purchased Power	357,081	-	
616	Fuel for Power Purchased	-	-	
618	Chemicals	119,288	19,881	19,881
620	Materials and Supplies	156,828	19,603	19,603
631	Contractual Services-Engineering	4,340	-	-
632	Contractual Services - Accounting	19,320	-	-
633	Contractual Services - Legal	1,041	-	-
634	Contractual Services - Mgt. Fees	-	-	-
635	Contractual Services - Testing	-	-	-
636	Contractual Services - Other	76,930	9,616	9,616
641	Rental of Building/Real Property	930	-	-
642	Rental of Equipment	-	-	-
650	Transportation Expenses	67,895	8,487	8,487
656	Insurance - Vehicle	-	-	-
657	Insurance - General Liability	-	-	-
658	Insurance - Workman's Comp.	-	-	-
659	Insurance - Other	81,541	10,193	10,193
660	Advertising Expense	179		
666	Regulatory Commission Expenses - Amortization of Rate Case Expense	153,616		
667	Regulatory Commission Exp.-Other	8,169	-	-
668	Water Resource Conservation Exp.	-	-	
670	Bad Debt Expense	26,168		
675	Miscellaneous Expenses	181,818	22,727	22,727
Total Water Utility Expenses		\$ 2,006,341	\$ 165,689	\$ 165,689

W-10(a)
GROUP _____

UTILITY NAME:

LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY :

Lake 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)
\$ 59,320	\$ 59,320	\$ 59,320	\$ 59,320	\$ 38,827	\$ 138,207
-	-	-	-	-	59,759
15,861	15,861	15,861	15,861	10,382	52,933
357,081					
-					
19,881	19,881	19,881	19,881		
19,603	19,603	19,603	19,603	19,603	19,603
-	-	4,340	-	-	-
-	-	-	-	-	19,320
-	-	-	-	-	1,041
-	-	-	-	-	-
-	-	-	-	-	-
9,616	9,616	9,616	9,616	9,616	9,616
-	-	-	-	-	930
-	-	-	-	-	-
8,487	8,487	8,487	8,487	8,487	8,487
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10,193	10,193	10,193	10,193	10,193	10,193
					179
					153,616
					8,169
				26,168	
22,727	22,727	22,727	22,727	22,727	22,727
\$ 522,770	\$ 165,689	\$ 170,029	\$ 165,689	\$ 146,003	\$ 504,781

W-10(b)
GROUP _____

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE COMBINED

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		133.991	1.006 *	132.985	121.741
February		122.167	1.213 *	120.954	111.702
March		153.099	1.846 *	151.253	143.154
April		178.729	2.530 *	176.199	161.337
May		175.927	2.970 *	172.957	152.267
June		113.450	2.121 *	111.329	129.240
July		133.756	2.249 *	131.507	122.586
August		119.262	1.197 *	118.065	115.294
September		126.518	0.764 *	125.754	119.550
October		127.993	0.633 *	127.360	144.449
November		139.852	0.796 *	139.056	127.138
December		119.493	0.523 *	118.970	125.215
Total for Year		1,644.237	17.848 *	1,626.389	1,573.673

* Adjusted for source meter register errors.

If water is purchased for resale, indicate the following:

Vendor None
Point of delivery _____

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

NOTE: Above figures include Amber Hill, Clermont I, Clermont II, Crescent Bay, Crescent West, Highland Point, CR 561, Lake Crescent Hills, Lake Groves, Lake Louisa, Lake Ridge Club, Oranges, Vistas, Lake Saunders, and Four Lakes water production sites.

Above systems are all owned by Lake Utility Services, Inc.

CONTINUED ON NEXT PAGE

W-11 Combined
GROUP _____
SYSTEM LUSI Combined

Based on 16hrs/day

LIST OF EACH SOURCE OF SUPPLY	CAPACITY OF WELL	PER DAY FROM SOURCE	TYPE OF SOURCE
Well #1 (Clermont I)	60 gpm	57,600	Upper Floridan Aquifer
Well #2 (Clermont I)	110 gpm	105,600	Upper Floridan Aquifer
Well #1 (Clermont II)	44 gpm	42,240	Upper Floridan Aquifer
Well #2 (Clermont II)	55 gpm	52,800	Upper Floridan Aquifer
Well #1 (Amber Hill)	550 gpm	528,000	Upper Floridan Aquifer
Well #1 (Crescent Bay)	700 gpm	672,000	Upper Floridan Aquifer
Well #1 (Crescent West)	700 gpm	672,000	Upper Floridan Aquifer
Well #1 (Highland Point)	750 gpm	720,000	Upper Floridan Aquifer
Well #1 (Lake Crescent Hills)	700 gpm	672,000	Upper Floridan Aquifer
Well #1 (Lake Ridge Club)	550 gpm	528,000	Upper Floridan Aquifer
Well #1 (Oranges)	550 gpm	528,000	Upper Floridan Aquifer
Well #1 (Vistas)	700 gpm	672,000	Upper Floridan Aquifer
Well #2 (Vistas)	700 gpm	672,000	Upper Floridan Aquifer
Well #3 (Vistas)	625 gpm	600,000	Upper Floridan Aquifer
Well #1 (Lake Groves)	2000 gpm	1,920,000	Upper Floridan Aquifer
Well #2 (Lake Groves)	2400 gpm	2,304,000	Upper Floridan Aquifer
Well #3 (Lake Groves)	3000 gpm	2,880,000	Lower Floridan Aquifer
Well #1 (Lake Saunders)	300 gpm	288,000	Upper Floridan Aquifer
Well #2 (Lake Saunders)	300 gpm	288,000	Upper Floridan Aquifer
Well # 1 (Four Lakes)	105 gpm	100,800	Upper Floridan Aquifer
Well #2 (Four Lakes)	105 gpm	100,800	Upper Floridan Aquifer

W-11 Combined
 GROUP _____
 SYSTEM LUSI Combined

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
AMBER HILL

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>468,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellhead</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>NA</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE CLERMONT I

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>115,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellheads, 2 wells</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE CLERMONT II

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>71,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellheads, 2 wells</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
CRESCENT BAY

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>396,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellhead</u>
Type of treatment (reverse osmosis, (sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
COUNTY ROAD 561 WTP

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>2,592,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellheads, 3 Wells</u>
Type of treatment (reverse osmosis, (sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
LAKE GROVES

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>6,000,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellheads, 3 wells</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Packed tower aeration, pH adjustment, Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
LAKE LOUISA

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>1,944,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellheads, 2 wells</u>
Type of treatment (reverse osmosis, (sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
LAKE RIDGE CLUB

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>396,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellhead</u>
Type of treatment (reverse osmosis, (sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
ORANGES

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>396,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellhead</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE VISTAS

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>822,000</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellhead, Vistas #2</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
LAKE SAUNDERS

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>0.432 mgd</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellheads, 2 wells</u>
Type of treatment (reverse osmosis, (sedimentation, chemical, aerated, etc.):	<u>Chlorination, Iron removal</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
FOUR LAKES

WATER TREATMENT PLANT INFORMATION
Provide a separate sheet for each water treatment facility

Permitted Capacity of Plant (GPD):	<u>0.088 mgd</u>
Location of measurement of capacity (i.e. Wellhead, Storage Tank):	<u>Wellheads, 2 wells</u>
Type of treatment (reverse osmosis, sedimentation, chemical, aerated, etc.):	<u>Chlorination</u>
LIME TREATMENT	
Unit rating (i.e., GPM, pounds per gallon): <u>N/A</u>	Manufacturer: <u>N/A</u>
FILTRATION	
Type and size of area:	
Pressure (in square feet): <u>N/A</u>	Manufacturer: <u>N/A</u>
Gravity (in GPM/square feet) <u>N/A</u>	Manufacturer: <u>N/A</u>

UTILITY NAME:

LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY :

LAKE UTILITY SERVICES, INC. / LAKE
LUSI NORTH & LUSI SOUTH INTERCONNECTED SYSTEMS

CALCULATION OF THE WATER SYSTEM METER EQUIVALENTS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
Residential 5/8"		1.0	9,122	9,122
Residential 1"		2.5	38	95
Residential 1.5"		5.0	2	10
5/8"	Displacement	1.0	94	94
3/4"	Displacement	1.5		
1"	Displacement	2.5	57	143
1 1/2"	Displacement or Turbine	5.0	18	90
2"	Displacement, Compound or Turbine	8.0	20	160
3"	Displacement	15.0	1	15
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0	3	75
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0	2	90
10"	Compound	115.0		
10"	Turbine	145.0	1	145
12"	Turbine	215.0		
Total Water System Meter Equivalents				<u>10,039</u>

CALCULATION OF THE WATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS

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

Use one of the following methods:

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

ERC Calculation:

$$1,564.20/365/350=12,244$$

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
LUSI NORTH & LUSI SOUTH INTERCONNECTED SYSTEMS

OTHER WATER SYSTEM INFORMATION

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

1. Present ERC's * the system can efficiently serve. 10,790
2. Maximum number of ERCs * which can be served. 10,790
3. Present system connection capacity (in ERCs *) using existing lines. 9,000
4. Future connection capacity (in ERCs *) upon service area buildout. N/A - Interconnected system
5. Estimated annual increase in ERCs *. 250
6. Is the utility required to have fire flow capacity? Yes
If so, how much capacity is required? 500 - 1500 gpm
7. Attach a description of the fire fighting facilities. Hydrants throughout service area. All systems are interconnected.
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system. _____

9. When did the company last file a capacity analysis report with the DEP? 2008
10. If the present system does not meet the requirements of DEP rules:
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? N/A
 - c. When will construction begin? N/A
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # LUSI North 3354883 & LUSI South 3354881
12. Water Management District Consumptive Use Permit # 2700
 - a. Is the system in compliance with the requirements of the CUP? YES
 - b. If not, what are the utility's plans to gain compliance? _____

* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: LAKE UTILITY SERVICES INC

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
FOUR LAKES

OTHER WATER SYSTEM INFORMATION

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

1. Present ERC's * the system can efficiently serve. 251
2. Maximum number of ERCs * which can be served. 251
3. Present system connection capacity (in ERCs *) using existing lines. 251
4. Future connection capacity (in ERCs *) upon service area buildout. 251
5. Estimated annual increase in ERCs *. None
6. Is the utility required to have fire flow capacity? No
If so, how much capacity is required? _____
7. Attach a description of the fire fighting facilities. N/A
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.

9. When did the company last file a capacity analysis report with the DEP? N/A
10. If the present system does not meet the requirements of DEP rules:
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? N/A
 - c. When will construction begin? N/A
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3354647
12. Water Management District Consumptive Use Permit # N/A
 - a. Is the system in compliance with the requirements of the CUP? N/A
 - b. If not, what are the utility's plans to gain compliance? _____

* An ERC is determined based on the calculation on the bottom of Page W-13.

UTILITY NAME: LAKE UTILITY SERVICES INC

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE UTILITY SERVICES, INC. / LAKE
LAKE SAUNDERS

OTHER WATER SYSTEM INFORMATION

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

1. Present ERC's * the system can efficiently serve. 100
2. Maximum number of ERCs * which can be served. 100
3. Present system connection capacity (in ERCs *) using existing lines. 100
4. Future connection capacity (in ERCs *) upon service area buildout. 100
5. Estimated annual increase in ERCs *. None
6. Is the utility required to have fire flow capacity? Yes
If so, how much capacity is required? 500 gpm
7. Attach a description of the fire fighting facilities. 4 Hydrants
8. Describe any plans and estimated completion dates for any enlargements or improvements of this system.

9. When did the company last file a capacity analysis report with the DEP? N/A
10. If the present system does not meet the requirements of DEP rules:
 - a. Attach a description of the plant upgrade necessary to meet the DEP rules.
 - b. Have these plans been approved by DEP? N/A
 - c. When will construction begin? N/A
 - d. Attach plans for funding the required upgrading.
 - e. Is this system under any Consent Order with DEP? No
11. Department of Environmental Protection ID # 3354695
12. Water Management District Consumptive Use Permit # 50094
 - a. Is the system in compliance with the requirements of the CUP? Yes
 - b. If not, what are the utility's plans to gain compliance? _____

* An ERC is determined based on the calculation on the bottom of Page W-13.

**WASTEWATER
OPERATION
SECTION**

UTILITY NAME: LAKE UTILITY SERVICES INC

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

SCHEDULE OF YEAR END WASTEWATER RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WASTEWATER UTILITY (d)
101	Utility Plant In Service	S-4A	\$ 15,273,781
	Less:		
	Nonused and Useful Plant (1)		
108	Accumulated Depreciation	S-6B	4,591,692
110	Accumulated Amortization	F-8	-
271	Contributions In Aid of Construction	S-7	11,319,047
252	Advances for Construction	F-20	
Subtotal			\$ (636,958)
	Add:		
272	Accumulated Amortization of Contributions in Aid of Construction	S-8A	\$ 2,814,693
Subtotal			\$ 2,177,735
	Plus or Minus:		
114	Acquisition Adjustments (2)	F-7	-
115	Accumulated Amortization of Acquisition Adjustments (2)	F-7	-
	Working Capital Allowance (3)		101,049
	Other (Specify):		-
WASTEWATER RATE BASE			\$ 2,278,784
WASTEWATER OPERATING INCOME		S-3	\$ 585,346
ACHIEVED RATE OF RETURN (Wastewater Operating Income / Wastewater Rate Base)			<u>25.69%</u>

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

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

(3) Calculation consistent with last rate proceeding.

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

UTILITY NAME: LAKE UTILITY SERVICES INC

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WASTEWATER OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	REFERENCE PAGE (c)	WASTEWATER UTILITY (d)
UTILITY OPERATING INCOME			
400	Operating Revenues	S-9A	\$ 2,088,777
530	Less: Guaranteed Revenue (and AFPI)	S-9A	-
Net Operating Revenues			\$ 2,088,777
401	Operating Expenses	S-10A	\$ 808,391
403	Depreciation Expense	S-6A	521,442
	Less: Amortization of CIAC	S-8A	(315,290)
Net Depreciation Expense			\$ 206,153
406	Amortization of Utility Plant Acquisition Adjustment	F-7	-
407	Amortization Expense (Other than CIAC)	F-8	-
Taxes Other Than Income			
408.1	Utility Regulatory Assessment Fee		252
408.11	Property Taxes		115,159
408.12	Payroll Taxes		24,734
408.13	Other Taxes and Licenses		99,185
408	Total Taxes Other Than Income		\$ 239,330
409.1	Income Taxes		186,554
410.1	Deferred Federal Income Taxes		53,792
410.11	Deferred State Income Taxes		9,212
411.1	Provision for Deferred Income Taxes - Credit		-
412.1	Investment Tax Credits Deferred to Future Periods		-
412.11	Investment Tax Credits Restored to Operating Income		-
Utility Operating Expenses			\$ 1,503,432
Utility Operating Income			\$ 585,346
Add Back:			
530	Guaranteed Revenue (and AFPI)	S-9A	\$ -
413	Income From Utility Plant Leased to Others		4,672
414	Gains (losses) From Disposition of Utility Property		2,642
420	Allowance for Funds Used During Construction		1,819
Total Utility Operating Income			\$ 594,479

UTILITY NAME: LAKE UTILITY SERVICES INC

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WASTEWATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
351	Organization	\$ 8,872	\$ -	\$ -	\$ 8,872
352	Franchises	(0)	-	-	(0)
353	Land and Land Rights	19,459	-	-	19,459
354	Structures and Improvements	4,895,534	42,547	10,473	4,927,609
355	Power Generation Equipment	907	1,694	1,694	907
360	Collection Sewers - Force	1,632,144	1,050	-	1,633,194
361	Collection Sewers - Gravity	2,877,766	9,314	9,082	2,877,999
361	Manholes	790,435	5,991	-	796,425
362	Special Collecting Structures	-	-	-	-
363	Services to Customers	20,005	-	-	20,005
364	Flow Measuring Devices	1,433	530	-	1,963
365	Flow Measuring Installations	-	-	-	-
366	Reuse Services	-	13,544	13,544	-
367	Reuse Meters and Meter Installations	-	-	-	-
370	Receiving Wells	-	-	-	-
371	Pumping Equipment	104,542	80,790	16,549	168,783
374	Reuse Distribution Reservoirs	-	-	-	-
375	Reuse Transmission and Distribution System	2,956,285	114,187	-	3,070,472
380	Treatment and Disposal Equipment	651,860	44,626	22,795	673,691
381	Plant Sewers	1,553	63,248	-	64,801
382	Outfall Sewer Lines	2,049	-	-	2,049
389	Other Plant Miscellaneous Equipment	6,854	-	-	6,854
390	Office Furniture and Equipment	363,189	45,592	-	408,780
391	Transportation Equipment	160,146	(1,225)	-	158,921
392	Stores Equipment	-	-	-	-
393	Tools, Shop and Garage Equipment	37,769	2,546	-	40,315
394	Laboratory Equipment	5,492	8,403	7,930	5,965
395	Power Operated Equipment	2,639	3,173	-	5,812
396	Communication Equipment	7,672	652	-	8,324
397	Miscellaneous Equipment	4,685	9	-	4,694
398	Other Tangible Plant	367,888	-	-	367,888
Total Wastewater Plant		\$ 14,919,178	\$ 436,670	\$ 82,067	\$ 15,273,781

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

UTILITY NAME:

LAKE UTILITY SERVICES INC

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WASTEWATER UTILITY PLANT MATRIX

ACCT. NO.	ACCOUNT NAME	.1 INTANGIBLE PLANT	.2 COLLECTION PLANT	.3 SYSTEM PUMPING PLANT	.4 TREATMENT AND DISPOSAL	.5 RECLAIMED WASTEWATER TREATMENT PLANT	.6 RECLAIMED WASTEWATER DISTRIBUTION PLANT	.7 GENERAL PLANT
(a)	(b)	(g)	(h)	(i)	(j)	(i)	(j)	(k)
351	Organization	\$ 8,872	\$	\$	\$ 8,872	\$	\$	\$
352	Franchises	(0)						
353	Land and Land Rights		19,459	-	-	-	-	-
354	Structures and Improvements		-	2,171,384	2,660,127	-	-	96,097
355	Power Generation Equipment		907	-	-	-	-	-
360	Collection Sewers - Force		1,633,194					
361	Collection Sewers - Gravity		2,877,999					
361	Manholes		796,425					
362	Special Collecting Structures		-					
363	Services to Customers		20,005					
364	Flow Measuring Devices		1,963					
365	Flow Measuring Installations		-					
366	Reuse Services		417,484					
367	Reuse Meters and Meter Installations		35,239					
370	Receiving Wells							
371	Pumping Equipment			168,783				
374	Reuse Distribution Reservoirs							
375	Reuse Transmission and Distribution System			2,617,748				
380	Treatment and Disposal Equipment				673,691			
381	Plant Sewers					64,801		
382	Outfall Sewer Lines				2,049			
389	Other Plant Miscellaneous Equipment			6,854				
390	Office Furniture and Equipment							408,780
391	Transportation Equipment							158,921
392	Stores Equipment							
393	Tools, Shop and Garage Equipment							40,315
394	Laboratory Equipment							5,965
395	Power Operated Equipment							5,812
396	Communication Equipment							8,324
397	Miscellaneous Equipment							4,694
398	Other Tangible Plant							367,888
Total Wastewater Plant		\$ 8,871	\$ 5,802,675	\$ 4,964,770	\$ 3,335,867	\$ 64,801	\$ -	\$ 1,096,797

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

UTILITY NAME: LAKE UTILITY SERVICES INC

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY : Lake County

BASIS FOR WASTEWATER 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)
351	Organization			
352	Franchises	40		2.50%
354	Structures and Improvements	32		3.13%
355	Power Generation Equipment	20		5.00%
360	Collection Sewers - Force	30		3.33%
361	Collection Sewers - Gravity	45		2.22%
362	Special Collecting Structures	40		2.50%
363	Services to Customers	38		2.63%
364	Flow Measuring Devices	5		20.00%
365	Flow Measuring Installations	38		2.63%
366	Reuse Services	40		2.50%
367	Reuse Meters and Meter Installations	20		5.00%
370	Receiving Wells	30		3.33%
371	Pumping Equipment	18		5.56%
375	Reuse Transmission and Distribution System	43		2.33%
380	Treatment and Disposal Equipment	18		5.56%
381	Plant Sewers	35		2.86%
382	Outfall Sewer Lines	30		3.33%
389	Other Plant Miscellaneous Equipment	18		5.56%
390	Office Furniture and Equipment	15		6.67%
391	Transportation Equipment	5		20.00%
392	Stores Equipment	18		5.56%
393	Tools, Shop and Garage Equipment	16		6.25%
394	Laboratory Equipment	15		6.67%
395	Power Operated Equipment	12		8.33%
396	Communication Equipment	10		10.00%
397	Miscellaneous Equipment	15		6.67%
398	Other Tangible Plant	10		10.00%
Wastewater 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: LAKE UTILITY SERVICES INC

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

ANALYSIS OF ENTRIES IN WASTEWATER ACCUMULATED DEPRECIATION

NO.	ACCT. ACCOUNT NAME	BALANCE AT BEGINNING OF YEAR	ACCRUALS	OTHER CREDITS *	TOTAL CREDITS (d + e)
(a)	(b)	(c)	(d)	(e)	(f)
351	Organization	\$ 256,967	\$ -	\$ -	\$ -
352	Franchises	91	45	-	45
354	Structures and Improvements	1,492,765	178,254	(1,509)	176,746
355	Power Generation Equipment	136	45	1,694	1,739
360	Collection Sewers - Force	325,110	56,293	-	56,293
361	Collection Sewers - Gravity	749,330	62,742	18,073	80,815
362	Special Collecting Structures	-	-	-	-
363	Services to Customers	356	315	-	315
364	Flow Measuring Devices	-	375	(375)	-
365	Flow Measuring Installations	-	-	-	-
366	Reuse Services	46,137	22,074	-	22,074
367	Reuse Meters and Meter Installations	1,415	1,155	-	1,155
370	Receiving Wells	96	-	375	375
371	Pumping Equipment	5,732	7,776	-	7,776
375	Reuse Transmission and Distribution System	- 264,760	- 60,526	-	- 60,526
380	Treatment and Disposal Equipment	190,503	43,267	-	43,267
381	Plant Sewers	92	487	0	487
382	Outfall Sewer Lines	(1,533)	625	-	625
389	Other Plant Miscellaneous Equipment	261,037	135	(0)	135
390	Office Furniture and Equipment	298,147	43,902	29,720	73,622
391	Transportation Equipment	119,272	17,091	(5,814)	11,277
392	Stores Equipment	-	-	-	-
393	Tools, Shop and Garage Equipment	40,909	3,552	1,511	5,063
394	Laboratory Equipment	545	835	5,257	6,092
395	Power Operated Equipment	293	555	(724)	(169)
396	Communication Equipment	64,488	2,170	1,943	4,113
397	Miscellaneous Equipment	896	18,372	(18,073)	299
398	Other Tangible Plant	2,695	851	-	851
Total Depreciable Wastewater Plant in Service		\$ 4,120,238	\$ 521,442	\$ 32,079	\$ 553,521

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

UTILITY NAME: LAKE UTILITY SERVICES INC

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY : Lake County

ANALYSIS OF ENTRIES IN WASTEWATER ACCUMULATED DEPRECIATION

ACCT. NO.	ACCOUNT NAME	PLANT RETIRED	SALVAGE AND INSURANCE	COST OF REMOVAL AND OTHER CHARGES	TOTAL CHARGES (g-h+i)	BALANCE AT END OF YEAR (c+f-j)
(a)	(b)	(g)	(h)	(i)	(j)	(k)
351	Organization	\$ -	\$ -	\$ -	\$ -	\$ 256,967
352	Franchises	-	-	-	-	137
354	Structures and Improvements	10,473	-	-	10,473	1,659,037
355	Power Generation Equipment	1,694	-	-	1,694	181
360	Collection Sewers - Force	-	-	-	-	381,402
361	Collection Sewers - Gravity	9,082	-	-	9,082	821,063
362	Special Collecting Structures	-	-	-	-	-
363	Services to Customers	-	-	-	-	671
364	Flow Measuring Devices	-	-	-	-	-
365	Flow Measuring Installations	-	-	-	-	-
366	Reuse Services	13,544	-	-	13,544	54,667
367	Reuse Meters and Meter Installations	-	-	-	-	2,570
370	Receiving Wells	-	-	-	-	470
371	Pumping Equipment	16,549	-	-	16,549	(3,041)
375	Reuse Transmission and Distribution System	-	-	-	-	325,286
380	Treatment and Disposal Equipment	22,795	-	-	22,795	210,975
381	Plant Sewers	-	-	-	-	579
382	Outfall Sewer Lines	-	-	-	-	(908)
389	Other Plant Miscellaneous Equipment	-	-	-	-	261,172
390	Office Furniture and Equipment	-	-	-	-	371,769
391	Transportation Equipment	-	-	-	-	130,550
392	Stores Equipment	-	-	-	-	-
393	Tools, Shop and Garage Equipment	-	-	-	-	45,972
394	Laboratory Equipment	7,930	-	-	7,930	(1,294)
395	Power Operated Equipment	-	-	-	-	124
396	Communication Equipment	-	-	-	-	68,602
397	Miscellaneous Equipment	-	-	-	-	1,195
398	Other Tangible Plant	-	-	-	-	3,546
Total Depreciable Wastewater Plant in Service		\$ 82,067	\$ -	\$ -	\$ 82,067	\$ 4,591,692

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

UTILITY NAME:

LAKE UTILITY SERVICES INC

YEAR OF REPORT

31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WASTEWATER CIAC SCHEDULE "A"

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

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	AMOUNT (d)
<u>TAP FEES</u>	_____	\$ _____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Total Credits			\$ _____ -

ACCUMULATED AMORTIZATION OF WASTEWATER CONTRIBUTIONS IN AID OF CONSTRUCTION

DESCRIPTION (a)	WASTEWATER (b)
Balance first of year	\$ <u>2,499,403</u>
Debits during the year:	
Accruals charged to Account 272	\$ <u>315,290</u>
Other debits (specify) :	_____
_____	_____
_____	_____
Total debits	\$ <u>315,290</u>
Credits during the year (specify) :	
_____	\$ _____
_____	_____
Total credits	\$ _____ -
Balance end of year	\$ <u><u>2,814,693</u></u>

S-8(a)

GROUP _____

UTILITY NAME: LAKE UTILITY SERVICES INC

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY : Lake County

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS * (d)	AMOUNTS (e)
WASTEWATER SALES				
	Flat Rate Revenues:			
521.1	Residential Revenues	3,201	3,521	\$ (7,778)
521.2	Commercial Revenues			900
521.3	Industrial Revenues			-
521.4	Revenues From Public Authorities			-
521.5	Multiple Family Dwelling Revenues			-
521.6	Other Revenues			-
521	Total Flat Rate Revenues	3,201	3,521	\$ (6,878)
	Measured Revenues:			
522.1	Residential Revenues			1,840,127
522.2	Commercial Revenues			180,321
522.3	Industrial Revenues			-
522.4	Revenues From Public Authorities			-
522.5	Multiple Family Dwelling Revenues			2,296
522	Total Measured Revenues			\$ 2,022,743
523	Revenues From Public Authorities			-
524	Revenues From Other Systems			-
525	Interdepartmental Revenues			-
Total Wastewater Sales		3,201	3,521	\$ 2,015,865
OTHER WASTEWATER REVENUES				
530	Guaranteed Revenues			\$ -
531	Sale of Sludge			-
532	Forfeited Discounts			-
534	Rents From Wastewater Property			-
535	Interdepartmental Rents			-
536	Other Wastewater Revenues (Including Allowance for Funds Prudently Invested or AFPI)			33,890
Total Other Wastewater Revenues				\$ 33,890

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

UTILITY NAME: LAKE UTILITY SERVICES INC

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY Lake County

WASTEWATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS * (c)	YEAR END NUMBER OF CUSTOMERS * (d)	AMOUNTS (e)
RECLAIMED WATER SALES				
Flat Rate Reuse Revenues:				
540.1	Residential Reuse Revenues	_____	_____	\$ _____ -
540.2	Commercial Reuse Revenues	_____	_____	_____ -
540.3	Industrial Reuse Revenues	_____	_____	_____ -
540.4	Reuse Revenues From Public Authorities	_____	_____	_____ -
540.5	Other Revenues	_____	_____	_____ -
540	Total Flat Rate Reuse Revenues	_____	_____	\$ _____ -
Measured Reuse Revenues:				
541.1	Residential Reuse Revenues	_____	_____	_____ 39,023
541.2	Commercial Reuse Revenues	_____	_____	_____ -
541.3	Industrial Reuse Revenues	_____	_____	_____ -
541.4	Reuse Revenues From Public Authorities	_____	_____	_____ -
541	Total Measured Reuse Revenues	_____	_____	\$ _____ 39,023
544	Reuse Revenues From Other Systems	_____	_____	_____ -
Total Reclaimed Water Sales				\$ _____ 39,023
Total Wastewater Operating Revenues				\$ _____ 2,088,777

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

UTILITY NAME:

LAKE UTILITY SERVICES INC

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY :

Lake County

WASTEWATER UTILITY EXPENSE ACCOUNT MATRIX

ACCT. NO.	ACCOUNT NAME	CURRENT YEAR	.1 COLLECTION EXPENSES- OPERATIONS	.2 COLLECTION EXPENSES- MAINTENANCE	.3 PUMPING EXPENSES - OPERATIONS	.4 PUMPING EXPENSES - MAINTENANCE	.5 TREATMENT & DISPOSAL EXPENSES - OPERATIONS	.6 TREATMENT & DISPOSAL EXPENSES - MAINTENANCE
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
701	Salaries and Wages - Employees	\$ 192,055	\$ 21,377	\$ 21,377	\$ 21,377	\$ 21,377	\$ 21,377	\$ 21,377
703	Salaries and Wages - Officers, Directors and Majority Stockholders	21,535	-	-	-	-	-	-
704	Employee Pensions and Benefits	57,110	5,716	5,716	5,716	5,716	5,716	5,716
710	Purchased Sewage Treatment	-						
711	Sludge Removal Expense	32,046					32,046	-
715	Purchased Power	134,791	44,930		44,930		44,930	
716	Fuel for Power Purchased	-						
718	Chemicals	42,987	7,164	7,164	7,164	7,164	7,164	7,164
720	Materials and Supplies	83,337	10,417	10,417	10,417	10,417	10,417	10,417
731	Contractual Services-Engineering	1,564	-	-	-	-	-	-
732	Contractual Services - Accounting	6,962	-	-	-	-	-	-
733	Contractual Services - Legal	375	-	-	-	-	-	-
734	Contractual Services - Mgt. Fees	-	-	-	-	-	-	-
735	Contractual Services - Testing	-	-	-	-	-	-	-
736	Contractual Services - Other	27,722	3,465	3,465	3,465	3,465	3,465	3,465
741	Rental of Building/Real Property	335	-	-	-	-	-	-
742	Rental of Equipment	-	-	-	-	-	-	-
750	Transportation Expenses	24,467	3,058	3,058	3,058	3,058	3,058	3,058
756	Insurance - Vehicle	-	-	-	-	-	-	-
757	Insurance - General Liability	-	-	-	-	-	-	-
758	Insurance - Workman's Comp.	-	-	-	-	-	-	-
759	Insurance - Other	29,384	3,673	3,673	3,673	3,673	3,673	3,673
760	Advertising Expense	64						
766	Regulatory Commission Expenses - Amortization of Rate Case Expense	55,357						
767	Regulatory Commission Exp.-Other	2,944	-	-	-	-	-	-
770	Bad Debt Expense	9,430						
775	Miscellaneous Expenses	85,926	10,741	10,741	10,741	10,741	10,741	10,741
Total Wastewater Utility Expenses		\$ 808,391	\$ 110,542	\$ 65,611	\$ 110,542	\$ 65,611	\$ 142,587	\$ 65,611

UTILITY NAME:

LAKE UTILITY SERVICES INC

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY :

Lake County

WASTEWATER UTILITY EXPENSE ACCOUNT MATRIX

ACCT. NO. (a)	ACCOUNT NAME (b)	.7 CUSTOMER ACCOUNTS EXPENSE (j)	.8 ADMIN. & GENERAL EXPENSES (k)	.9 RECLAIMED WATER TREATMENT EXPENSES- OPERATIONS (l)	.10 RECLAIMED WATER TREATMENT EXPENSES- MAINTENANCE (m)	.11 RECLAIMED WATER DISTRIBUTION EXPENSES- OPERATIONS (n)	.12 RECLAIMED WATER DISTRIBUTION EXPENSES- MAINTENANCE (o)
701	Salaries and Wages - Employees	\$ 13,992	\$ 49,804	\$ -	\$ -	\$ -	\$ -
703	Salaries and Wages - Officers, Directors and Majority Stockholders		21,535	-	-	-	-
704	Employee Pensions and Benefits	3,741	19,075	-	-	-	-
710	Purchased Sewage Treatment						
711	Sludge Removal Expense						
715	Purchased Power	-	-	-		-	
716	Fuel for Power Purchased	-	-	-		-	
718	Chemicals			-	-	-	-
720	Materials and Supplies	10,417	10,417	-	-	-	-
731	Contractual Services-Engineering	-	1,564	-	-	-	-
732	Contractual Services - Accounting	-	6,962	-	-	-	-
733	Contractual Services - Legal	-	375	-	-	-	-
734	Contractual Services - Mgt. Fees	-	-	-	-	-	-
735	Contractual Services - Testing	-	-	-	-	-	-
736	Contractual Services - Other	3,465	3,465	-	-	-	-
741	Rental of Building/Real Property	-	335	-	-	-	-
742	Rental of Equipment	-	-	-	-	-	-
750	Transportation Expenses	3,058	3,058	-	-	-	-
756	Insurance - Vehicle	-	-	-	-	-	-
757	Insurance - General Liability	-	-	-	-	-	-
758	Insurance - Workman's Comp.	-	-	-	-	-	-
759	Insurance - Other	3,673	3,673	-	-	-	-
760	Advertising Expense		64				
766	Regulatory Commission Expenses - Amortization of Rate Case Expense		55,357				
767	Regulatory Commission Exp.-Other	-	2,944	-	-	-	-
770	Bad Debt Expense	9,430					
775	Miscellaneous Expenses	10,741	10,741	-	-	-	-
Total Wastewater Utility Expenses		\$ 58,517	\$ 189,370	\$ -	\$ -	\$ -	\$ -

UTILITY NAME:

LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY :

LAKE GROVES / LAKE

CALCULATION OF THE WASTEWATER SYSTEM METER EQUIVALENTS

WATER METER SIZE (a)	TYPE OF WATER METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF WATER METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
All Residential		1.0	3,010	3010
5/8"	Displacement	1.0	15	15
3/4"	Displacement	1.5		
1"	Displacement	2.5	11	28
1 1/2"	Displacement or Turbine	5.0	1	5
2"	Displacement, Compound or Turbine	8.0	1	
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0	1	25
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0	2	90
10"	Compound	115.0		
10"	Turbine	145.0	1	145
12"	Turbine	215.0		
Total Wastewater System Meter Equivalents				<u>3,318</u>

CALCULATION OF THE WASTEWATER SYSTEM EQUIVALENT RESIDENTIAL CONNECTIONS

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

Use one of the following methods:

(a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.

(b) If no historical flow data are available, use:

$$ERC = (\text{Total SFR gallons treated (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day})$$

For wastewater only utilities:

Subtract all general use and other non residential customer gallons from the total gallons treated.

Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per day

NOTE: Total gallons treated includes both treated and purchased treatment.

ERC Calculation: $114.454/365/280=1,120$

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT 31-Dec-12

SYSTEM NAME / COUNTY LAKE GROVES / LAKE

WASTEWATER TREATMENT PLANT INFORMATION

Provide a separate sheet for each wastewater treatment facility

Permitted Capacity	0.999 mgd		
Basis of Permit Capacity (1)	AADF		
Manufacturer	US Filter		
Type (2)	5-Stage Activated Sludge		
Hydraulic Capacity	1.000 mgd		
Average Daily Flow	0.314 mgd		
Total Gallons of Wastewater Treated	114.454 mg		
Method of Effluent Disposal	Perc Ponds & Residential Reuse		

(1) Basis of permitted capacity as stated on the Florida DEP WWTP Operating Permit (i.e. average annual daily flow, etc.)

(2) Contact stabilization, advanced treatment, etc.

UTILITY NAME: LAKE UTILITY SERVICES, INC.

YEAR OF REPORT
31-Dec-12

SYSTEM NAME / COUNTY LAKE GROVES / LAKE

OTHER WASTEWATER SYSTEM INFORMATION

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

1. Present number of ERCs* now being served 3,375

2. Maximum number of ERCs* which can be served 10,742

3. Present system connection capacity (in ERCs*) using existing lines _____

4. Future connection capacity (in ERCs*) upon service area buildout N/A

5. Estimated annual increase in ERCs* 0-20

6. Describe any plans and estimated completion dates for any enlargements or improvements of this system

7. If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known. Mission Park Subdivision 4.446 mg, Citrus Highlands Subdivision 4.214 mg, Tradd's Landing Subdivision 12.505 mg and Orange Tree Subdivision 2.669 mg.

8. If the utility does not engage in reuse, has a reuse feasibility study been completed? N/A

If so, when? _____

9. Has the utility been required by the DEP or water management district to implement reuse? Yes

If so, what are the utility's plans to comply with this requirement? Reuse implemented in 2012.

10. When did the company last file a capacity analysis report with the DEP? 2012

11. If the present system does not meet the requirements of DEP rules:

a. Attach a description of the plant upgrade necessary to meet the DEP rules.

b. Have these plans been approved by DEP? N/A

c. When will construction begin? N/A

d. Attach a description of the plant upgrade necessary to meet the DEP rules.

e. Is this system under any Consent Order with DEP? No

12. Department of Environmental Protection ID # FLA010630

* An ERC is determined based on the calculation on S-11.

Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Water Operations

YEAR OF REPORT 31-Dec-12

UTILITY NAME: LAKE UTILITY SERVICES, INC.

	(A)	(B)	(C)	(D)
Accounts			Gross Water Revenues per RAF Return	Difference (B)-(C)
	Gross Water Revenues per Sch W-9			
Gross Revenues:				
Unmetered Water Revenues		182,647		
Total Metered Sales		5,783,386	6,049,973	(266,588)
Total Fire Protection Revenue		-		-
Other Sales to Public Authorities		-		-
Sales to Irrigation Customers		-		-
Sales for Resale		-		-
Interdepartmental Sales		-		-
Total Other Water Revenue		83,941		83,941
Total Water Operating Revenue		6,049,973		6,049,973
Less: Expense for Purchased Water from FPSC Regulated Utility				-
Net Water Operating Revenues		6,049,973	6,049,973	-

Reconciliation of Revenue to
Regulatory Assessment Fee Revenue
Wastewater Operations

YEAR OF REPORT
31-Dec-12

UTILITY NAME:

LAKE UTILITY SERVICES INC

	(A)	(B)	(C)	(D)
Accounts		Gross Wastewater Revenues per Sch S-9	Gross Wastewater Revenues per RAF Return	Difference (B)-(C)
Gross Revenues:				
Total Flat-Rate Revenues		(6,878)	-	(6,878)
Total Measured Revenues		2,022,743	2,088,777	(66,034)
Revenues from Public Authorities		-		
Revenues from Other Systems		-		
Interdepartmental Revenues		-		
Total Other Wastewater Revenues		33,890		33,890
Reclaimed Water Sales		39,023		
Total Wastewater Operating Revenue		2,088,777		2,088,777
Less: Expense for Purchased Wastewater from FPSC Regulated Utility				
Net Wastewater Operating Revenues		2,088,777	2,088,777	0

Explanatory note for 2012 Florida Annual Reports:

This company has reported "Year End Number of Customers" using yearend active ERC calculations. An ERC is a ratio assigned to a customer or class of customers based on meter size, with one ERC being the standard connection for a single family residence.

Please note: These ERC counts are input in place of customer count because these counts are the basis for all allocation methods.

*Below are Active ERC counts by sub:

County	SUB	W	WW
Lake	Four Lakes	67	
Lake	Lake Saunders	41	
Lake	Lusi South	3,305	3,521
Lake	Lusi North	6,356	