WATERWORKS AND SEWAGE DISPOSAL COMPANIES

ANNUAL REPORT

OF

The Fairlane Water Co., Inc.
(Exact legal name of respondent)

If name was changed during year, show also the previous name and date of change.

1032 Industry Rd. Atwater, OH 44201 (Portage)
(Address of principal business office at end of year)

TO THE

PUBLIC UTILITIES COMMISSION OF OHIO

RECEIVED
MAY 17 1993
PUCO FISCAL

FOR THE

YEAR ENDED DECEMBER 31, 1992

Name, title, address and telephone number (including area code) of the person to be contacted concerning this report.

Richard E. Hinman, 70 North Miller Road (CPA)
Fairlawn, OH 44333 (216) 867-2015

CERT MAIL # P032 541 049 (PUCO)

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OF

The Fairlane Water Company, Inc.
PRINCIPAL OFFICE:

1032 Industry Rd. Atwater Portage Ohio 44201
(ADDRESS) (CITY) (COUNTY) (STATE) (ZIP CODE)

TO THE

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FOR THE

YEAR ENDED DECEMBER 31, 19

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Annual Report of The Fairlane Water Co., Inc. Year Ended December 31, 1992

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GENERAL INSTRUCTIONS

Please read the general instructions carefully before filling out this form:

1. The word "Respondent" in the following inquiries means the person, firm, association, or company in whose behalf the report is made.

2. The schedules and questions contained in this report were developed to be generally applicable to all waterworks and/or sewage disposal companies. All instructions shall be followed and each question answered as fully and accurately as possible. Sufficient answer shall appear to show that no schedule, question, or line item has been overlooked. **If a particular line item or schedule does not apply to the respondent, indicate this by answering "none", "-0-", or "not applicable", as appropriate, where it truly and completely states the fact.**

3. This report was prepared in conformance with the 1976 NARUC Uniform Systems of Accounts for water and/or sewer companies. Interpret all accounting words and phrases in accordance with these USOAs.

4. Account numbers which appear in brackets refer to those used by Class C and/or D waterworks or sewage disposal companies, if different than those used by Class A and B companies.

5. The information required with respect to any statement furnished is the minimum requirement. The respondent may add such further material information as is necessary to ensure that the required statements are not misleading.

6. All copies filed with the Commission must be legible and permanent. All entries shall be made in permanent ink or by a typewriter. Items of a reverse or contrary character shall be enclosed in parentheses, or indicated by a minus sign followed by the amount.

7. Amounts on any schedule (except as otherwise provided therein), may, at the option of the respondent, be rounded off to whole dollars provided that amounts are appropriately adjusted to agree with the rounded total.

8. The annual report shall be signed by a duly elected officer of the respondent and it shall be notarized.

9. The information required in this report, unless otherwise indicated, is to be reported for the entire company and not for the State of Ohio only.

10. Totals should be provided as indicated. The respondent shall ensure that schedule totals and subtotals are mathematically correct.

11. If a line item is supported by a detailed schedule elsewhere in this report, the respondent should ensure that the detailed schedule is completed and that the amounts on both schedules match.

12. Please list all accounts and totals in whole dollars only. Make sure the rounded numbers equal to the original totals, when the original totals are rounded to the nearest dollar amount.

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HISTORY

1. Date of organization 7-23-70

2. Date when operations began 7-23-70

3. Under the laws of what Government, State of Territory organized? If more than one, name all.

   OHIO

4. If a consolidated or merged company, name all constituent and all merged companies.

   NOT APPLICABLE

5. Date and authority for each consolidation and each merger.

   NOT APPLICABLE

6. State whether respondent is a corporation, a joint stock association, a firm or partnership, or an individual.

   CORPORATION

7. If a reorganized company, given name of original corporation, refer to laws under which it was organized, and state the occasion for the reorganization.

   NOT APPLICABLE

8. Where are the books and records of the company kept? THE FAIRLANE WATER CO., INC., 1032 INDUSTRY RD., ATWATER, OH 44201

9. General description of territory served by respondent. RESIDENTIAL ALLOTMENT

10. Number of locations within Ohio. ONE

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FACTS PERTAINING TO CONTROL OF RESPONDENT

1. Did any individual, association, corporation or corporations, control the respondent at close of year? NO

If control was so held, state: NOT APPLICABLE

(a) The form of control, whether sole or joint: _____

(b) The name of the controlling corporation or corporations: _____

(c) The manner in which control was established: _____

(d) The extent of control: _____

(e) Whether control was direct or indirect: _____

(f) The name of the intermediary through which control, if indirect, was established. _____

2. Did any individual, association, or corporation, as trustee, control the respondent at close of year? NO

If control was so held, state: NOT APPLICABLE

(a) The name of the trustee: NOT APPLICABLE

(b) The name of the beneficiary or beneficiaries for whom the trust was maintained. NOT APPLICABLE

IMPORTANT CHANGES DURING THE YEAR

Hereunder give particulars concerning the matters indicated below. Except as otherwise indicated data furnished should apply to the same period the report covers. Answers should be numbered in accordance with the inquiries and if "none" states the fact, it should be used. If information which answers an inquiry is given elsewhere in the report, identification of the other answer will be sufficient.

1. Purchase or sale of entire property, or of a part of property when service territory is included: Give brief description of each transaction, name of other party, date, consideration, and Commission authorization.

   NOT APPLICABLE

2. Lease of property (to or from another) of the kind covered by the preceding inquiry: To the extent applicable give details corresponding to those required by the preceding inquiry.

   NOT APPLICABLE

3. Capital stock and debt issued during the year: Identify the securities, give purpose of issuance, date, consideration received and Commission authorization.

   NOT APPLICABLE

4. Changes in articles of incorporation: Give brief particulars of each change and date.

   NOT APPLICABLE

5. Other important changes: Give brief particulars of each other important change which is not disclosed elsewhere in this report.

   NOT APPLICABLE

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SCHEDULE: 1

VOTING POWERS AND ELECTIONS

1. In the schedule below, show the particulars called for concerning the stockholders of respondent who, at the date of the latest closing of the stock-book of respondent prior to the actual filing of this report, had the twenty highest voting powers of the respondent. If any such holder held in trust, attach a statement showing the beneficial owners. If the stock-book was not closed within the year, show twenty such stockholders as of the close of the year. In the space provided, show total shares and votes of all stockholders.

Line No.	Name and Address of Stockholders	No. of Shares Held	No. of Voting Shares	Other Vote Empowered Securities
1	Richard A. Schuitz 1032 Industry Rd. Atwater, OH 44201	175	175	-0-
	TOTAL LISTED ABOVE	175	175	-0-
	TOTAL ALL STOCKHOLDERS	175	175	-0-

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SCHEDULE: 2

BOARD OF DIRECTORS

1. Give the names of each person who was a member of the Board of Directors at any time during the year.
2. Columns (d) and (e) relate to Board meetings only.

Line No.	Name of Director and Address (City and State) (a)	Served Continuously From (b)	Term Expired or Current Term Will Expire (c)	Number of Meetings Attended During Year (d)
1.	Richard A. Schultz, Atwater, OH	7-23-70	12-31-93	1
2.	Dolores M. Schultz, Atwater, OH	7-23-70	12-31-93	1
3.				
4.				
5.				
6.				
7.				
8.				
9.				
10.				
11.				
12.				
13.				
14.				
15.				

16.	Name of Chairman of the Board
17.	Name of Secretary of Board
18.	Number of Meetings of Board during the year
19.	Number of directors provided for by charter or by-laws, as amended to the end of the year
20.	Number of directors required to constitute a quorum

Annual Report of The Fairlane Water Co., Inc. Year Ended December 31, 1992

SCHEDULE: 3

PRINCIPAL GENERAL OFFICERS

1. The persons to be listed herein are the chairman of the board, president, vice-president, treasurer, general counsel, and comptroller. Respondents that do not have officers bearing the aforesaid titles shall list those officers who have the responsibilities normally associated with such titles.
2. Customary abbreviations may be used in showing titles and departments in columns (a) and (b).

Line No.	Title of General Officer (a)	Department Over Which Jurisdiction is Exercised (b)	Name of Person Holding The Office at End of Year (c)	Office Address (City and State) (d)
1.	President / Treasurer	All	Richard A. Schultz	1032 Industry Rd. Atwater, OH 44201
2.	Vice President / Sec'y	All	Dolores M. Schultz	
3.				
4.				
5.				
6.				
7.				
8.				
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15.				
16.				
17.				
18.				
19.				
20.				

Annual Report of The Fairlane Water Co., Inc. Year Ended December 31, 19 92

SCHEDULE: 4

BALANCE SHEET

Acct. No.	Account Title	Page No.	Beginning Balance	Ending Balance	Increase or (Decrease)
	UTILITY PLANT				
101	Utility Plant in Service	17-21	41,600	43,318	1,718
102	Completed Constr. Not Classified				
103	Utility Plant in Process of Reclas.				
104	Utility Plant Leased to Others				
105	Property Held for Future Use				
106	Utility Plant Purchased or Sold				
107	Construction Work in Progress				
114 (108)	Utility Plant Acquisition Adjustm.				
	TOTAL UTILITY PLANT (101-114)		41,600	43,318	1,718
108-113, 115 (110)	Accumulated Provision for Depreciation and Amortization	22-29	(32,149)	(34,265)	(2,116)
	Net Utility Plant		9,451	9,053	(398)
116 (109)	Other Utility Plant Adjustments				
	TOTAL PLANT (101-116)		9,451	9,053	(398)
	OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property				
122	Accum. Provision for Deprec. and Amortization of Nonutility Plant				
123	Investments in Associated Companies				
124	Other Investments				
125-128	Special Funds				
	TOTAL OTHER PROPERTY AND INVESTMENTS (121-128)		-0-	-0-	-0-
	Current and Accrued Assets				
131	Cash		736	2	(734)
132	Interest Special Deposits				
133	Dividend Special Deposits				
134	Other Special Deposits				
135	Working Funds				
136 (132)	Temporary Cash Investment				
141	Notes Receivable				
142	Customer Accounts Receivable		360	274	(86)
143	Other Accounts Receivable Adv. officers		7,694	-0- ①	(7,694)
144	Accumulated Provision for Uncollectible Accounts-Cr.				
145	Notes Receiv. from Assoc. Companies				
146	Accts. Receiv. from Assoc. Companies				
151	Fuel Stock				
152	Fuel Stock Expense				
154	Plant Mtrls. and Operating Supplies				
155	Merchandise				

Annual Report of The Fairlane Water Co. Inc. Year Ended December 31, 1992

SCHEDULE: 4

BALANCE SHEET

Acct. No.	Account Title	Page No.	Beginning Balance	Ending Balance	Increase or (Decrease)
156 (150)	Other Materials and Supplies				
163	Store Expense				
166	Prepayments	34	50	50	-0-
171	Interest and Dividends Receivable				
172	Utility Plant				
	Rents Receivable				
173	Accrued Utility Revenues				
174 (170)	Misc. Current and Accrued Assets	30			
	TOTAL CURRENT AND ACCRUED ASSETS (131-174)		8,840	326	(8,514)
	DEFERRED DEBITS				
181	Unamorti. Debt Discount and Expense				
182	Extraordinary Property Losses	30			
183	Preliminary Survey & Invest. Charges				
184	Clearing Accounts				
185	Temporary Facilities				
186 (183)	Miscellaneous Deferred Debits	31			
187	Research and Develop. Expenditure	31			
	TOTAL DEFERRED CREDITS (181-187)				
	TOTAL ASSETS AND OTHER DEBITS		18,291	9,379	(8,912)
	EQUITY CAPITAL				
201	Common Stock Issued	32	17,500	17,500	-0-
202	Common Stock Subscribed				
203	Common Stock Liabil. for Conversion				
204	Preferred Stock Issued	32			
205	Preferred Stock Subscribed				
206	Pref. Stock Liability for Conversion				
207	Premium on Capital Stock				
208	Donations Rcvd. from Stockholders				
209	Reduction in Par or Stated Value of Capital Stock				
210	Gain on Resale or Cancellation of Reacquired Capital Stock				
211	Miscellaneous Paid-In Capital				
212	Installmnts. Rcvd. on Capital Stock				
213	Discount on Capital Stock				
214	Capital Stock Expense				
215	Appropriated Retained Earnings				
216	Unappropriated Retained Earnings	16 (1)	(7,709)	(11,651)	(3,942)
217	Reacquired Capital Stock				
218	NonCorporate Proprietorship	16			
	TOTAL EQUITY CAPITAL (201-218)		9,791	5,849	(3,942)

(1) $1,000 was reclassified as receipt from shareholder, not income, as erroneously classified for 1991

Annual Report of The Fairlane Water Co. Inc. Year Ended December 31, 19 92

SCHEDULE: 4

BALANCE SHEET

Acct. No.	Account Title	Page No.	Beginning Balance	Ending Balance	Increase or (Decrease)
	LONG-TERM DEBT				
221	Bonds	33			
222	Reacquired Bonds	33			
223	Advances from Associated Companies	33			
224	Other Long-Term Debt	33			
	TOTAL LONG TERM DEBT (221-224)				
	CURRENT AND ACCRUED LIABILITIES				
231	Notes Payable Shareholder		8,500	3,530	(4,970)
232	Accounts Payable				
233	Notes Payable to Assoc. Companies				
234	Accounts Payable to Assoc. Companies				
235	Customer Deposits				
236	Taxes Accrued				
237	Interest Accrued				
238	Dividends Declared				
239	Matured Long-Term Debt				
240	Matured Interest				
241	Tax Collections Payable				
242 (238)	Misc. Current and Accrued Liabilities	36			
	TOTAL CURRENT AND ACCRUED LIABILITIES (231-242)		8,500	3,530	(4,970)
	DEFERRED CREDITS				
251	Unamortized Premium on Debt				
253	Other Deferred Credits				
255	Accum. Deferred Invest. Tax Credits				
	TOTAL DEFERRED CREDITS (251-255)		-0-	-0-	-0-
	OPERATING RESERVES				
261	Property Insurance Reserves				
262	Inquiries and Damages Reserves				
263	Pensions and Benefits Reserves				
265	Miscellaneous Operating Reserves				
	TOTAL OPERATING RESERVES (261-265)				
271	CIAC				
	ACCUM. DEFERRED INCOME TAXES				
281	Accum. Deferred Income Taxes-Accelerated Amortization	34			
282	Accumulated Deferred Income Taxes-Liberalized Depreciation	35			
283	Accum. Deferred Income Taxes-Other	35			
	TOTAL ACCUM. DEFERRED INCOME TAXES (281-283)				
	TOTAL LIABILITIES AND OTHER CREDITS		18,291	9,379	(8,912)

SCHEDULE: 4A

NOTES TO BALANCE SHEET

① $1,000 was reclassified as receipt from shareholder - not income, as erroneously classified for 1991.

② Consolidated with advance to shareholder.