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PUCO

December 9, 2010

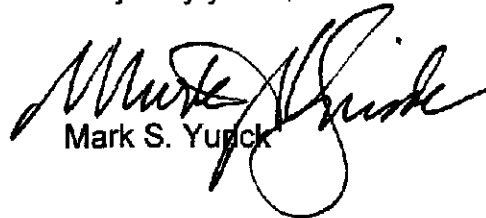
Chief of Docketing
The Public Utilities Commission of Ohio
180 E. Broad Street, 11th Floor
Columbus, Ohio 43215

Re: In the Matter of the Application of Aqua Ohio, Inc. for Authority to Collect a
System Improvement Charge in the Lake Erie Division
PUCO Case No. 10-2771-WW-SIC

Dear Ms. Jenkins:

Please file and place on the docket in the above-captioned proceeding the
attached revised Schedules 8 and 8a to the Application filed in the above-referenced
case on November 22, 2010.

Very truly yours,


Mark S. Yurick

4843-5142-4008, v. 1

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Technician _____ Date Processed **DEC 09 2010**

AQUA OHIO, Inc.
LAKE ERIE DIVISION
Case No. 10-2771-WW-SIC
Calculation of Earned Rate of Return
October 31, 2010

Line No.	Acct. No.		
1		<u>Calculation of Net Operating Income Return on Rate Base</u>	
2	101	Plant in Service	\$81,127,835
3	108	Depreciation Reserve	<u>20,163,159</u>
4		Net Plant in Service (2 - 3)	70,964,676
5		Working Capital * (a)	0
6		Other Rate Base Items (a)	Revised 12/7/2010 <u>(28,388,520)</u>
7		Rate Base (4 + 5 + 6)	42,586,156
8		<u>Operating Income Statement</u>	
9	400	Operating Revenues	15,095,154
10	401-402	Operation and Maintenance Expenses	5,539,572
11	403-407	Depreciation & Amortization Expense	2,444,364
12	408.1	Taxes Other Than Income - Utility Operating Income	3,955,566
13	408.1-412.2	Income Taxes - Utility Operating Income	<u>\$95,828</u>
14		Net Operating Income (9 - 10 - 11 - 12 - 13)	<u>\$2,269,824</u>
15		Net Operating Return On Rate Base (14 / 7)	<u>5.31%</u>

* Enter Zero, if No Working Capital Was Approved in Company's Last Base Rate Case.

(a) Schedule 8a

AQUA OHIO, Inc,
LAKE ERIE DIVISION
Case No. 10-2771-WW-SIC
Working Capital & Other Rate Base Items
October 31, 2010

Working Capital

(1)	Operation & Maintenance Expense (a)	\$0
(2)	Expense Lag Dollars (1) / 8	0
(3)	Materials & Supplies (b)	0
(4)	1/4 of Operating Taxes (c)	0
(5)	Working Capital (2) + (3) - (4)	<u>\$0</u>

- (a) Annual Report, Schedule 5
(b) Annual Report, Schedule 4
(c) Represents 1/4 of Taxes Other Than Income Taxes & Current Federal Income Taxes Excluding FICA and .75% of the Ohio Gross Receipts Tax

Other Rate Base Items

(1)	Customers' Deposits (a)	0
(2)	Unclaimed Funds (b)	0
(3)	Customer's Advances For Construction (b)	(154,134)
(4)	Contributions in Aid of Construction (a)	(26,145,902)
(5)	Investment Tax Credits (b)	(15,402)
(6)	Deferred Federal Income Taxes (a)	Revised 12/7/2010 (4,535,332)
(7)	Other (b) Service Center Allocation	Revised 12/7/2010 <u>2,485,250</u>
(8)	Other Rate Base Items (1) Thru (7)	<u>(\$28,369,520)</u>

- (a) Annual Report Schedule 4
(b) Refer to Annual Report for Detail