

UNITIL CORP
Form U-13-60
April 30, 2002

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM U-13-60

ANNUAL REPORT

For the Year Ended December 31, 2001

UNITIL SERVICE CORP.

6 Liberty Lane West, Hampton, New Hampshire 03842-1720

A Subsidiary Service Company

Date of Incorporation: October 9, 1984

State of Incorporation: New Hampshire

Name, Title and Address of officer to whom correspondence concerning this report should be addressed:

Mark H. Collin, Treasurer
6 Liberty Lane West
Hampton, NH 03842

Name of Principal Holding Company Whose Subsidiaries are served by Reporting Company:

UNITIL Corporation

LISTING OF SCHEDULES AND ANALYSIS OF ACCOUNTS

Description of Schedules and Accounts	Schedule or Account Number
<u>COMPARATIVE BALANCE SHEET</u> <u>SERVICE COMPANY PROPERTY</u>	Schedule I
	Schedule II
<u>ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF SERVICE COMPANY PROPERTY</u>	
	Schedule III
<u>INVESTMENTS</u>	
	Schedule IV
<u>ACCOUNTS RECEIVABLE FROM ASSOCIATE COMPANIES</u>	
	Schedule V
<u>FUEL STOCK EXPENSES UNDISTRIBUTED</u>	
	Schedule VI
<u>STORES EXPENSE UNDISTRIBUTED</u>	
	Schedule VII
<u>MISCELLANEOUS CURRENT AND ACCRUED ASSETS</u>	
	Schedule VIII
<u>MISCELLANEOUS DEFERRED DEBITS</u>	
	Schedule IX
<u>RESEARCH, DEVELOPMENT, OR DEMONSTRATION EXPENDITURES</u>	
	Schedule X

PROPRIETARY CAPITAL

Schedule XI

LONG-TERM DEBT

Schedule XII

CURRENT AND ACCRUED LIABILITIES

Schedule XIII

NOTES TO FINANCIAL STATEMENTS

Schedule XIV

COMPARATIVE INCOME STATEMENT

Schedule XV

ANALYSIS OF BILLING - ASSOCIATE COMPANIES

Account 457

ANALYSIS OF BILLING - NONASSOCIATE COMPANIES

Account 458

ANALYSIS OF CHARGES FOR SERVICE - ASSOCIATE AND NONASSOCIATE COMPANIES

Schedule XVI

SCHEDULE OF EXPENSE BY DEPARTMENT OR SERVICE FUNCTION

Schedule XVII

DEPARTMENTAL ANALYSIS OF SALARIES

Account 920

OUTSIDE SERVICES EMPLOYED

Account 923

EMPLOYEE PENSIONS AND BENEFITS

Account 926

GENERAL ADVERTISING EXPENSES

Account 930.1

MISCELLANEOUS GENERAL EXPENSES

Account 930.2

RENTS

Account 931

TAXES OTHER THAN INCOME TAXES

Account 408

DONATIONS

Account 426.1

OTHER DEDUCTIONS

Account 426.5

NOTES TO STATEMENT OF INCOME

Schedule XVIII

LISTING OF INSTRUCTIONAL FILING REQUIREMENTS

Description of Reports or Statements	Page Number
<u>ORGANIZATION CHART</u>	26
<u>METHODS OF ALLOCATION</u>	27
<u>ANNUAL STATEMENT OF COMPENSATION FOR USE OF CAPITAL BILLED</u>	27

SCHEDULE I - COMPARATIVE BALANCE SHEET

ACCOUNT	ASSETS AND OTHER DEBITS	AS OF DECEMBER 31	
		CURRENT	PRIOR
SERVICE COMPANY PROPERTY			
101	Service company property (Schedule II)	10,829,741	5,749,973
107	Construction work in progress (Schedule II)	0	0
	Total Property	10,829,741	5,749,973
108	Less accumulated provision for depreciation and amortization of service company property (Schedule III)	4,599,580	3,727,634
	Net Service Company Property	6,230,161	2,022,339
INVESTMENTS			
123	Investments in associate companies (Schedule IV)	0	0
124	Other investments (Schedule IV)	0	0
	Total investments	0	0
CURRENT AND ACCRUED ASSETS			
131	Cash	2,098,265	68,903
134	Special deposits	0	0
135	Working funds	6,000	6,000
136	Temporary cash investments (Schedule IV)	0	0
141	Notes receivable	0	0
143	Accounts receivable	165,771	61,414
144	Accumulated provision for uncollectable accounts	0	0
146	Accounts receivable from associate Companies (Schedule V)	1,648,630	1,005,380
152	Fuel stock expense undistributed (Schedule VI)	0	0
154	Materials and supplies	0	0
163	Stores expense undistributed (Schedule VII)	0	0
165	Prepayments	189,181	192,382
174	Miscellaneous current and Accrued Assets (Schedule VIII)	0	0
	Total Current and Accrued Assets	4,107,847	1,334,079
DEFERRED DEBITS			
181	Unamortized debt expense	0	0
184	Clearing accounts	11,366	42,556
186	Miscellaneous deferred debits (Schedule IX)	236,613	1,528,777

Edgar Filing: UNITIL CORP - Form U-13-60

188	Research, development, demonstration expenditures (Schedule X)	0	0
190	Accumulated deferred income tax	0	0
	Total Deferred Debits	247,979	1,571,333
	TOTAL ASSETS AND OTHER DEBITS	10,585,987	4,927,751

SCHEDULE I - COMPARATIVE BALANCE SHEET

ACCOUNT	LIABILITIES AND PROPRIETARY CAPITAL	AS OF DECEMBER 31	
		CURRENT	PRIOR
	PROPRIETARY CAPITAL		
201	Common stock issued (Schedule XI)	1,000	1,000
211	Miscellaneous paid-in-capital (Schedule XI)	0	0
215	Appropriated retained earnings (Schedule XI)	0	0
216	Unappropriated retained earnings (Schedule XI)	1,688	1,688
	Total Proprietary Capital	2,688	2,688
	LONG-TERM DEBT		
223	Advances from associate companies (Schedule XII)	0	0
224	Other long-term debt (Schedule XII)	0	0
225	Unamortized premium on long-term debt	0	0
226	Unamortized discount on long-term debt-debit	0	0
	Total Long-Term Debt	0	0
227	Obligations under capital leases - non-current	1,239,380	1,306,099
	CURRENT AND ACCRUED LIABILITIES		
231	Notes payable	0	0
232	Accounts payable	406,380	151,145
233	Notes payable to associate companies (Schedule XIII)	6,348,248	990,727
234	Accounts payable to associate companies (Schedule XIII)	(349,778)	(77,384)
236	Taxes accrued	(18,664)	47,388
237	Interest accrued	0	0
238	Dividends declared	0	0
241	Tax collections payable	0	0

Edgar Filing: UNITIL CORP - Form U-13-60

242	Miscellaneous current and accrued Liabilities (Schedule XIII)	3,232,421	2,517,316
243	Obligations under capital leases - current	744,038	726,627
	Total Current and Accrued Liabilities	10,362,645	4,355,819
DEFERRED CREDITS			
253	Other deferred credits	0	0
255	Accumulated deferred investment tax credits	0	0
	Total Deferred Credits	0	0
282	ACCUMULATED DEFERRED INCOME TAXES	(1,018,726)	(736,855)
	TOTAL LIABILITIES AND PROPRIETARY CAPITAL	10,585,987	4,927,751

SCHEDULE II - SERVICE COMPANY PROPERTY

DESCRIPTION	BALANCE AT BEGINNING OF YEAR	ADDITIONS	RETIREMENTS OR SALES	OTHER CHANGES 1/	BALANCE AT CLOSE OF YEAR
SERVICE COMPANY PROPERTY					
Account					
301 ORGANIZATION					
303 MISCELLANEOUS INTANGIBLE PLANT	0	1,182,253		3,200,580	4,382,833
304 LAND AND LAND RIGHTS					
305 STRUCTURES AND IMPROVEMENTS					
306 LEASEHOLD IMPROVEMENTS					
307 EQUIPMENT 2/	4,590,534	692,643	0	0	5,283,177
308 OFFICE FURNITURE AND EQUIPMENT	1,130,901	4,292	0	0	1,135,193

309 AUTOMOBILES, OTHER VEHICLES AND RELATED GARAGE EQUIPMENT	28,538	0	0	0	28,538
310 AIRCRAFT AND AIRPORT EQUIPMENT					
311 OTHER SERVICE COMPANY PROPERTY 3/					
SUB-TOTAL	5,749,973	1,879,188	0	3,200,580	10,829,741
107 CONSTRUCTION WORK IN PROGRESS	0	3,200,580	0	(3,200,580)	0
TOTAL	5,749,973	5,079,768	0	0	10,829,741

1/ PROVIDE AN EXPLANATION OF THOSE CHANGES CONSIDERED MATERIAL:

Software Development Project transferred from Unitil Resource, Inc.

2/ SEE NEXT PAGE FOR 2001 EQUIPMENT ADDITIONS

SCHEDULE II - SERVICE COMPANY PROPERTY

CONTINUED

2/ SUB-ACCOUNTS ARE REQUIRED FOR EACH CLASS OF EQUIPMENT OWNED. THE SERVICE COMPANY SHALL PROVIDE A LISTING BY SUBACCOUNT OF EQUIPMENT ADDITIONS DURING THE YEAR AND THE BALANCE AT THE CLOSE OF THE YEAR:

SUBACCOUNT DESCRIPTION	ADDITIONS	BALANCE AT CLOSE OF YEAR
Computer Systems	692,643	4,532,099

PBX Phone System	0	751,078
	TOTAL	692,643
		5,283,177

3/ DESCRIBE OTHER SERVICE COMPANY PROPERTY: NONE

4/ DESCRIBE CONSTRUCTION WORK IN PROGRESS: NONE

OF SCHEDULE III - ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION
SERVICE COMPANY PROPERTY

Edgar Filing: UNITIL CORP - Form U-13-60

ACCOUNT	DESCRIPTION	BALANCE AT BEGINNING OF YEAR	ADDITIONS		OTHER CHANGES ADD(DEDUCT)1/	BALANCE AT CLOSE OF YEAR
			CHARGED TO ACCOUNT 403	RETIRE- MENTS		
301	ORGANIZATION MISCELLANEOUS INTANGIBLE					
303	PLANT	0	153,312			153,312
304	LAND AND LAND RIGHTS					
035	STRUCTURES AND IMPROVEMENTS					
306	LEASEHOLD IMPROVEMENTS					
307	EQUIPMENT	3,100,174	535,966	0	0	3,636,140
308	OFFICE FURNITURE AND EQUIPMENT	610,918	170,358	0	0	781,276
309	AUTOMOBILES, OTHER VEHICLES AND RELATED GARAGE					
	EQUIPMENT	16,542	12,310	0	0	28,852
	AIRCRAFT AND AIRPORT					
310	EQUIPMENT					
	OTHER SERVICE COMPANY					
311	PROPERTY					
TOTAL		3,727,634	871,946	0	0	4,599,580

1/ PROVIDE AN EXPLANATION OF THOSE CHANGES CONSIDERED MATERIAL: None

SCHEDULE IV - INVESTMENTS

INSTRUCTIONS: Complete the following schedule concerning investments. Under Account 124 "Other Investments" state each investment separately, with description, including, the name of issuing company, number of shares or principal amount. Under Account 136, "Temporary Cash Investments", list each investment separately.

ACCOUNT	DESCRIPTION	BALANCE AT BEGINNING OF YEAR	BALANCE AT CLOSE OF YEAR
123	INVESTMENT IN ASSOCIATE COMPANIES	0	0
124	OTHER INVESTMENTS	0	0
136	TEMPORARY CASH INVESTMENTS	0	0
	TOTAL	0	0

SCHEDULE V - ACCOUNTS RECEIVABLE FROM ASSOCIATE COMPANIES

INSTRUCTIONS: Complete the following schedule listing accounts receivable from each associate company. Where the service company has provided accommodation or convenience payments for associate companies, a separate listing of total payments for each associate company by subaccount should be provided.

ACCOUNT	DESCRIPTION	BALANCE AT BEGINNING OF YEAR	BALANCE AT CLOSE OF YEAR
146	ACCOUNTS RECEIVABLE FROM ASSOCIATE COMPANIES		
	Concord Electric Company	146,157	228,483
	Exeter & Hampton Electric Company	160,016	249,111
	Fitchburg Gas and Electric Light Company	372,011	612,277
	UNITIL Power Corp.	229,136	440,213
	UNITIL Realty Corp.	1,414	31,807
	UNITIL Corporation	150	3,342
	UNITIL Resources, Inc.	96,496	83,397
	TOTAL	1,005,380	1,648,630

ANALYSIS OF CONVENIENCE OR ACCOMMODATION PAYMENTS:

Concord Electric Company	579,837
--------------------------	---------

Edgar Filing: UNITIL CORP - Form U-13-60

Exeter & Hampton Electric Company	543,688
Fitchburg Gas and Electric Light Company	1,614,319
UNITIL Power Corp.	532,995
UNITIL Realty Corp.	15,107
UNITIL Resources, Inc.	
	10,352
Usource Inc.	
	23,801
UNITIL Corp.	
	2,616

For detail of convenience payments by type and company, paid by UNITIL

Service Corp. see next page

TOTAL PAYMENTS
3,322,715

CONVENIENCE PAYMENTS BY TYPE AND COMPANY

	CECO	E&H	FGE	UPC	URC	URI	Usource	UC	Total
Insurance	365,036	349,178	680,042	67,177	15,107	7,733	873	---	1,485,146
Legal	119,535	102,567	807,493	400,318	---	1,998	4,669	2,616	1,439,196
Telephone	13,040	2,524	12,877	---	---	---	17,887	---	46,328
Payroll	26,264	33,430	42,974	---	---	376	---	---	103,044
Audit	51,857	51,858	66,802	65,500	---	245	---	---	236,262
Network/Hardware/Data Costs	4,105	4,131	4,131	---	---	---	372	---	12,739
	579,837	543,688	1,614,319	532,995	15,107	10,352	23,801	2,616	3,322,715

Total Convenience Payments
by Type and Company

SCHEDULE VI - FUEL STOCK EXPENSES UNDISTRIBUTED

INSTRUCTIONS: Report the amount of labor and expenses incurred with respect to fuel stock expense during the year and indicate amount attributable to each associate company. Under the section headed "Summary" listed below give an overall report of the fuel functions performed by the service company.

ACCOUNT	DESCRIPTION	LABOR	EXPENSE	TOTAL
152	FUEL STOCK EXPENSE UNDISTRIBUTED	0	0	0
	TOTAL	0	0	0

SUMMARY:

SCHEDULE VII - STORES EXPENSE UNDISTRIBUTED

INSTRUCTIONS: Report the amount of labor and expenses incurred with respect to stores expense during the year and indicate amount attributable to each associate company.

ACCOUNT	DESCRIPTION	LABOR	EXPENSE	TOTAL
163	STORES EXPENSE UNDISTRIBUTED	0	0	0
	TOTAL	0	0	0

SCHEDULE VIII - MISCELLANEOUS CURRENT AND ACCRUED ASSETS

INSTRUCTIONS: Provide detail of items in this account. Items less than \$10,000 may be grouped, showing the number of items in each group.

ACCOUNT	DESCRIPTION	BALANCE AT BEGINNING OF YEAR	BALANCE AT CLOSE OF YEAR
174	MISCELLANEOUS CURRENT AND ACCRUED	0	0
	TOTAL	0	0

SCHEDULE IX - MISCELLANEOUS DEFERRED DEBITS

INSTRUCTIONS: Provide detail of items in this account. Items less than \$10,000 may be grouped by class showing the number of items in each class.

ACCOUNT	DESCRIPTION	BALANCE AT BEGINNING OF YEAR	BALANCE AT CLOSE OF YEAR
186	MISCELLANEOUS DEFERRED DEBITS		
	Under/(over) collected administrative expenses		16,755
			2,586
	Postage		11,851

	(24,363)
Management Studies	
	106,837
	0
Software Costs	
	1,393,334
	258,390
	TOTAL
	1,528,777
	236,613

SCHEDULE X - RESEARCH, DEVELOPMENT OR DEMONSTRATION EXPENDITURES

INSTRUCTIONS: Provide a description of each material research, development, or demonstration project which incurred costs by the service corporation during the year.

ACCOUNT	DESCRIPTION	BALANCE AT CLOSE OF YEAR
188	RESEARCH, DEVELOPMENT OR DEMONSTRATION EXPENDITURES	0
	TOTAL	0

SCHEDULE XI - PROPRIETARY CAPITAL

INSTRUCTIONS Classify amounts in each account with brief explanation, disclosing the general nature of transactions which gave rise to the reported amounts.

ACCOUNT	CLASS OF STOCK	NUMBER OF	PAR OR	OUTSTANDING CLOSE	
		SHARES AUTHORIZED	STATED VALUE PER SHARE	NO. OF SHARES	TOTAL AMOUNT
201	COMMON STOCK ISSUED	300	10.00	100	1,000

ACCOUNT	DESCRIPTION	BALANCE AT CLOSE OF YEAR
211	MISCELLANEOUS PAID-IN CAPITAL	0
215	APPROPRIATED RETAINED EARNINGS	0
	TOTAL	0

ACCOUNT	DESCRIPTION	BALANCE AT BEGINNING OF YEAR	NET INCOME OR (LOSS)	DIVIDENDS PAID	BALANCE AT CLOSE OF YEAR
216	UNAPPROPRIATED RETAINED EARNINGS	1,688	0	0	1,688
	TOTAL	1,688	0	0	1,688

SCHEDULE XII - LONG-TERM DEBT

INSTRUCTIONS: Advances from associate companies should be reported separately for advances on notes, and advances on open account. Names of associate companies from which advances were received shall be shown under the name of creditor, class and series of obligation column. For Account 224 - Other long-term debt provide the name of company or organization, terms of the obligation, date of maturity, interest rate, and the amount authorized and outstanding.

ACCOUNT	NAME OF CREDITOR	TERMS OF OBLIG CLASS & SERIES OF OBLIGATION	DATE OF MATURITY	INTEREST RATE	AMOUNT AUTHORIZED	BALANCE AT BEGINNING OF YEAR	ADDITIONS	DEDUCTIONS	1
	ADVANCES FROM ASSOCIATE COMPANIES					0		0	
	OTHER LONG-TERM DEBT:					0		0	
						0		0	

SCHEDULE XIII - CURRENT AND ACCRUED LIABILITIES

INSTRUCTIONS: Provide balance of notes and accounts payable to each associate company. Give description and amount of miscellaneous current and accrued liabilities. Items less than \$10,000 may be grouped, showing the number of items in each group.

Edgar Filing: UNITIL CORP - Form U-13-60

ACCOUNT	DESCRIPTION	BALANCE AT BEGINNING OF YEAR	BALANCE AT CLOSE OF YEAR
233	NOTES PAYABLE TO ASSOCIATE COMPANIES Money Pool	990,727	6,348,248
	TOTAL	990,727	6,348,248
234	ACCOUNTS PAYABLE TO ASSOCIATE COMPANIES		
	Concord Electric Company	(66,614)	(80,368)
	Exeter & Hampton Electric Company	(55,531)	(64,871)
	Fitchburg Gas and Electric Company	(286,931)	(138,395)
	UNITIL Corporation (1)	369,887	(2,519)
	UNITIL Power Corporation	(27,533)	(153,495)
	UNITIL Realty Corporation	(59)	(197)
	UNITIL Resources Inc	(71)	64,827
	Usource LLC	(10,532)	25,240
	(1) Balance consists of KESOP for UNITIL Service Employees only, not subsidiaries.		
	TOTAL	(77,384)	(349,778)
242	MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES		
	Accrued FASB 87	1,068,097	1,192,275
	Accrued Supplemental Executive Retirement Plan	632,240	718,936
	Accrued Legal Fees	0	0
	Accrued Annual Report	47,954	26,760
	Accrued FASB 106	138,133	167,901
	Accrued FASB 106 - APBO	12,241	17,151
	Accrued FASB 106 - Gain/Loss	(1,649)	(1,649)
	Accrued Auditing	3,000	2,155
	Accrued Compensation	617,300	1,066,135
	Accrued Miscellaneous Costs	0	42,757
		2,517,316	3,232,421

SCHEDULE XIV - NOTES TO FINANCIAL STATEMENTS

INSTRUCTIONS: The space below is provided for important notes regarding the financial statements or any account thereof. Furnish particulars as to any significant contingent assets or liabilities existing at the end of the year. Notes relating to financial statements shown elsewhere in this report may be indicated here by reference.

Selected Notes to the Financial Statements:

UNITIL Service Corp. (USC), a wholly-owned subsidiary of UNITIL Corporation, a public utility holding company, provides centralized support services to the parent company and its subsidiaries. USC is subject to the jurisdiction of the Securities and Exchange Commission (SEC) under the Public Utility Holding Company Act of 1935. Accordingly, USC maintains its books of account as prescribed by the "Uniform System of Accounts for Mutual Service Companies and Subsidiary Service Companies" as Amended February 2, 1979 to be effective January 1, 1980. USC prepares its financial statements in conformity with generally accepted accounting principles.

Please refer to the 2001 UNITIL Corporation Form 10-K for additional disclosures.

SCHEDULE XV - STATEMENT OF INCOME

ACCOUNT	DESCRIPTION	CURRENT YEAR	PRIOR YEAR
	INCOME		
457	Services rendered to associate companies	18,673,940	16,481,555
458	Services rendered to nonassociate companies	30,000	30,000
419	Interest Income	0	0
421	Miscellaneous income or loss		(5,142)
	Total Income	18,703,940	16,506,413

Edgar Filing: UNITIL CORP - Form U-13-60

EXPENSE			
920	Salaries and wages	10,302,268	8,822,930
921	Office supplies and expenses	826,855	896,018
922	Administrative expense transferred - credit	363,406	(67,320)
923	Outside services employed	492,410	901,143
924	Property insurance	4,478	3,254
925	Injuries and damages	53,150	54,583
926	Employee pensions and benefits	1,672,002	1,461,094
928	Regulatory commission expense	0	0
930.1	General advertising expense	15,385	40,982
930.2	Miscellaneous general expense	481,445	427,000
931	Rents	1,442,171	1,455,652
932	Maintenance of structures and equipment	609,766	482,118
403	Depreciation and amortization expense	1,477,661	1,053,409
408	Taxes other than income taxes	661,021	679,843
409	Income taxes	190,246	98,153
410	Provision for deferred income taxes	(281,871)	(111,529)
411	Provision for deferred income taxes - credit	0	0
411.5	Investment tax credit	0	0
426.1	Donations	48,602	47,765
426.5	Other deductions	0	0
427	Interest on long-term debt	0	0
430	Interest on debt to associate companies	123,723	45,715
431	Other interest expense	221,222	215,603
	Total Expense	18,703,940	16,506,413
	Net Income or (Loss)	0	0

ANALYSIS OF BILLING ASSOCIATE COMPANIES - ACCOUNT 457

NAME OF ASSOCIATE COMPANY	DIRECT COSTS CHARGED	INDIRECT COSTS CHARGED
---------------------------	----------------------	------------------------

Edgar Filing: UNITIL CORP - Form U-13-60

COMPENSATION FOR USE OF CAPITAL

TOTAL AMOUNT BILLED

457-1

457-2

457-3

Concord Electric Company

1,353,097

1,117,978

0

2,471,075

Exeter & Hampton Electric Company

1,547,653

1,305,632

0

2,853,285

Fitchburg Gas and Electric Light Company

4,137,033

3,327,016

0

7,464,049

UNITIL Power Corp.

2,590,097

2,006,157

0

21

	4,596,254
UNITIL Realty Corp.	
	13,397
	60,917
	0
	74,314
UNITIL Resources, Inc.	
	650,279
	496,439
	0
	1,146,718
UNITIL Corp.	
	36,842
	31,403
	0
	68,245
TOTAL	
	10,328,398
	8,345,542
	0
	18,673,940

ANALYSIS OF BILLING NONASSOCIATE COMPANIES - ACCOUNT 458

NAME OF NONASSOCIATE COMPANY	DIRECT COSTS CHARGED 457-1	INDIRECT COSTS CHARGED 457-2	COMPENSATION FOR USE OF CAPITAL 457-3	TOTAL COST	EXCESS OR DEFICIENCY 458-4	TOTAL AMOUNT BILLED
UNITIL Retiree Trust	0	30,000		30,000	0	30,000
TOTAL	0	30,000		30,000	0	30,000

INSTRUCTION: Provide a brief description of the services rendered to each non-associate company.

UNITIL Retiree Trust - Professional services
provided.

SCHEDULE XVI - ANALYSIS OF CHARGES FOR SERVICE - ASSOCIATE AND NONASSOCIATE
COMPANIES

DESCRIPTION OF ITEMS	ASSOCIATE COMPANY	CHARGES
----------------------	-------------------	---------

NONASSOCIATE COMPANY CHARGES

TOTAL CHARGES FOR SERVICE

DIRECT COST

INDIRECT COST

TOTAL

DIRECT COST

INDIRECT COST

TOTAL

DIRECT COST

INDIRECT COST

TOTAL

920 SALARIES AND WAGES

8,868,749

1,403,519

10,272,268

30,000 30,000

8,868,749

1,433,519

10,302,268

921 OFFICE SUPPLES AND EXPENSES

39,944

786,911

826,855

0

39,944

786,911

826,855

922 ADMIN EXPENSE TRANS-CREDIT

363,406

363,406

0

0

363,406

363,406

923 OUTSIDE SERVICES EMPLOYED

108,502

383,908

492,410

0

108,502

383,908

492,410

924 PROPERTY INSURANCE

4,478

4,478

	0
	0
	4,478
	4,478
925 INJURIES AND DAMAGES	
	53,150
	53,150
	0
	0
	53,150
	53,150
926 EMPLOYEE PENSIONS AND BENEFITS	
	1,672,002
	1,672,002
	0
	0
	1,672,002
	1,672,002
928 REGULATORY COMMISSION EXPENSE	
	0
	0
	26

	0
	0
	0
	0
930.1 GENERAL ADVERTISING EXPENSE	
	15,385
	15,385
	0
	0
	15,385
	15,385
930.2 MISC. GENERAL EXPENSE	
	481,445
	481,445
	0
	0
	481,445
	481,445
931 RENTS	

	1,442,171
	1,442,171
	0
	0
	1,442,171
	1,442,171
932 MAINT. OF STRUCT. & EQUIP.	
	1,311,203
	(701,437)
	609,766
	0
	1,311,203
	(701,437)
	609,766
403 DEPR. AND AMORT. EXPENSE	
	1,477,661
	1,477,661
	0
	28

	0
	1,477,661
	1,477,661
408 TAXES OTHER THAN INCOME	
	661,021
	661,021
	0
	0
	661,021
	661,021
409 INCOME TAXES	
	190,246
	190,246
	0
	0
	190,246
	190,246
410 PROV FOR DEF INC TAXES	
	(281,871)

(281,871)

0

0

(281,871)

(281,871)

411 PROV FOR DEF INC TAX CREDIT

0

0

0

411.5 INVESTMENT TAX CREDIT

0

0

0

30

419 INTEREST INCOME

0

0

0

426.1 DONATIONS

48,602

48,602

0

0

48,602

48,602

426.5 OTHER DEDUCTIONS

	0
	0
	0
427 INTEREST ON LONG-TERM DEBT	
	0
	0
	0
431 OTHER INTEREST EXPENSE	
	221,222
	221,222
	0
	0
	221,222
	221,222

INSTRUCTION:

Total cost of service will equal for associate and nonassociate companies the total amount billed under their separate analysis of billing schedules.

SUBTOTAL EXPENSES

10,328,398

8,221,819

18,550,217

0

30,000

30,000

10,328,398

8,251,819

18,580,217

COMPENSATION FOR USE OF EQUITY CAPITAL

0

	0
	0
430 INTEREST ON DEBT TO ASSOCIATE COS.	
	0
	123,723
	123,723
	0
	0
	0
	0
	123,723
	123,723
	TOTAL EXPENSES
	10,328,398
	8,345,542
	18,673,940
	0
	30,000
	30,000
	10,328,398
	8,375,542
	18,703,940
421 MISCELLANEOUS (INCOME)/LOSS	

0
0
0
0
0
0
0
0
0
0

TOTAL COST OF SERVICE

10,328,398
8,345,542
18,673,940
0
30,000
30,000
10,328,398
8,375,542
18,703,940

SCHEDULE XVII - SCHEDULE OF EXPENSE DISTRIBUTION BY DEPARTMENT OR SERVICE FUNCTION

Edgar Filing: UNITIL CORP - Form U-13-60

DESCRIPTION OF ITEMS	TOTAL AMOUNT	OVER-HEAD	DEPARTMENT OR SERVICE FUNCTION	DEPARTMENT OR SERVICE FUNCTION
			REGULATORY & COMMUN.	
			ADMIN.	
			ACCOUNTING	
			ENERGY MARKETS	
			DISTRIBUTION	
			FINANCE	
			CUSTOMER	
SERVICES				
			ENGINEERING	
			TECHNOLOGY	
920 SALARIES AND WAGES				10,302,268
				1,188,798
				2,302,960
				881,660
				1,265,154
				309,480
				730,797
				1,655,428
				1,292,610
				675,381
921 OFFICE SUPPLES AND EXPENSES				826,855

	54,972
	152,161
	14,913
	39,765
	4,461
	31,796
	121,124
	69,655
	338,008
922 ADMIN. EXPENSE TRANS-CREDIT	
	363,406
	363,406
923 OUTSIDE SERVICES EMPLOYED	
	492,410
	22,890
	37

	233,211
	28,916
	5,719
	85,982
	62,342
	145
	53,205
924 PROPERTY INSURANCE	
	4,478
	4,478
925 INJURIES AND DAMAGES	
	53,150

	53,150
926 EMPLOYEE PENSIONS AND BENEFITS	1,672,002
	8,857
	1,630,249
	8,577
	1,839
	4,630
	5,720
	5,640
	6,490
928 REGULATORY COMMISSION EXPENSE	0

930.1 GENERAL ADVERTISING EXPENSE

15,385

15,385

930.2 MISC. GENERAL EXPENSE

481,445

3,399

118,925

34,595

324,526

931 RENTS

1,442,171

1,338

30,107

(876,947)

2,866

5,122

1,477,988

30,327

3,223

768,147

932 MAINT. OF STRUCT. & EQUIP.

609,766

27,264

79,047

9,324

127,125

63

366,943

41

403 DEPR. AND AMORT. EXPENSE

1,477,661

1,477,661

408 TAXES OTHER THAN INCOME

661,021

661,021

409 INCOME TAXES

190,246

190,246

410 PROV. FOR DEF. INC. TAXES

(281,871)

(281,871)

411 PROV. FOR DEF. INC. TAX CREDIT

0

411.5 INVESTMENT TAX CREDIT

0

426.1 DONATIONS

48,602

48,602

44

426.5 OTHER DEDUCTIONS

0

427 INTEREST ON LONG-TERM DEBT

0

430 INTEREST ON DEBT TO ASSOCIATE COMPANIES

123,723

123,723

431 OTHER INTEREST EXPENSE

221,222

221,222

INSTRUCTION: Indicate each department or Service function. (see Instruction 01-3 General Structure of Accounting System Uniform System Account.)

TOTAL EXPENSES -

18,703,940

0

1,280,254

4,558,864

2,581,224

1,324,667

319,063

3,058,292

2,002,066

1,371,336

DEPARTMENTAL ANALYSIS OF SALARIES - ACCOUNT 920

NAME OF DEPARTMENT Indicate each department or service function	DEPARTMENTAL SALARY EXPENSE				NUMBER PERSONNEL END OF YEAR
	TOTAL AMOUNT	PARENT COMPANY	OTHER ASSOCIATES	NON ASSOCIATES	
Regulatory and Communications	1,188,798	0	1,188,798	0	15
Technology Services	675,381	0	675,381	0	12
Accounting	881,660	0	876,860	4,800	18
Finance	730,797	0	730,197	600	10
Administrative	2,302,960	0	2,279,260	23,700	19
Energy Markets	1,265,154	0	1,265,154	0	14
Engineering	1,292,610	0	1,292,610	0	21
Distribution	309,480	0	309,480	0	2
Customer Services	1,655,428	0	1,654,528	900	45
TOTAL	10,302,268	0	10,272,268	30,000	156

OUTSIDE SERVICES EMPLOYED - ACCOUNT 923

INSTRUCTIONS: Provide a breakdown by subaccount of outside services employed. If the aggregate amounts paid to any one payee and included within one subaccount is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccount need be shown. Provide a subtotal for each type of service.

FROM WHOM PURCHASED	ADDRESS	RELATIONSHIP "A" = ASSOCIATE "NA" = NON-ASSOCIATE	AMOUNT
Outside Services - Legal			
Various		NA	14,323
Akin, Gump Strauss		NA	
LeBoeuf, Lamb, Greene		NA	83,764
Outside Services - Accounting			
Grant Thornton		NA	26,527
Outside Services - Other			
Various		NA	88,563
Bruce Mast & Associates		NA	4,350
Ceridian		NA	61,596
Factors Funding Co.		NA	28,655
Microsmart Technologies		NA	35,385
George Beram & Company Inc.		NA	37,869
Hay Group		NA	3,832
Russell Reynolds		NA	26,856
URT		NA	65,300
Outside Services - Market Development			
Various		NA	15,305
Outside Services - Visibility			

Various	NA	85
	TOTAL	492,410

EMPLOYEE PENSIONS AND BENEFITS - ACCOUNT 926

INSTRUCTIONS: Provide a listing of each pension plan and benefit program provided by the service company. Such listing should be limited to \$25,000.

DESCRIPTION	AMOUNT	
Health Insurance	1,005,532	
401 K	222,688	
Net Periodic Pension Expense	131,588	
Supplemental Executive Retirement Plan	125,000	
Life Insurance	73,935	
Education	48,905	
FASB 106	39,869	
Other	24,485	
	TOTAL	1,672,002

GENERAL ADVERTISING EXPENSES - ACCOUNT 930.1

Edgar Filing: UNITIL CORP - Form U-13-60

INSTRUCTIONS: Provide a listing of the amounts included in Account 930.1 "General Advertising Expenses", classifying the items according to the nature of the advertising and as defined in the account definition. If a particular class includes an amount in excess of \$3,000 applicable to a single payee, show separately the name of the payee and the aggregate amount applicable thereto.

DESCRIPTION	NAME OF PAYEE	AMOUNT
Advertising	Advance Notice, Inc.	11,465
Advertising	Hot Jobs	1,000
Advertising	Monster.Com	2,920
	TOTAL	15,385

MISCELLANEOUS GENERAL EXPENSES - ACCOUNT 930.2

INSTRUCTIONS: Provide a listing of the amount included in Account 930.02 "Miscellaneous General Expense", classifying such expenses according to their nature. Payments and expenses permitted by Section 321 (b) (2) of the Federal Election Campaign Act, as amended by Public Law 94-283 in 1976 (2 U.S.C. 441 (b) (2) shall be separately classified.

DESCRIPTION	AMOUNT
Printing and Distribution of Quarterly and Annual Reports	74,625
Director's Fees and Expenses	249,736
Communications Internet Development	157,084
	TOTAL
	481,445

RENTS - ACCOUNT 931

INSTRUCTIONS: Provide a listing of the amount included in Account 931, "Rents" classifying such expenses by major groupings of property, as defined in the account definition of the Uniform System of Accounts.

TYPE OF PROPERTY	AMOUNT
Office Building	1,477,398
EDP Equipment	(26,830)
Miscellaneous	(8,397)
TOTAL	1,442,171

TAXES OTHER THAN INCOME TAXES_ACCOUNT 408

INSTRUCTIONS: Provide an analysis of Account 408, "Taxes Other Than Income Taxes". Separate the analysis into two groups: (1) other than U. S. Government and (2) U.S. Government taxes. Specify each of the various kinds of taxes and show the amounts there of. Provide a subtotal for each class of tax.

KIND OF TAX	AMOUNT
Other than U.S. Government Tax:	
State Unemployment Tax - NH	10,415
Business Enterprise Tax	0
Business Profits Tax	(4,294)
SUBTOTAL	6,121
U.S. Government Tax:	
Federal Insurance Contribution Act	645,070
Federal Unemployment Tax	9,830
SUBTOTAL	654,900
TOTAL	661,021

DONATIONS - ACCOUNT 426.1

INSTRUCTIONS: Provide a listing of the amount included in Account 426.1, "Donations", classifying such expenses by its purpose. The aggregate number and amount of all items of less than \$3,000 may be shown in lieu of details.

NAME OF RECIPIENT	PURPOSE OF DONATION	AMOUNT
American Cancer Society		1,922
Easter Seals		2,500
United Way		12,600
Abenaqui Country Club		13,640
Various		17,940
	TOTAL	48,602

OTHER DEDUCTIONS - ACCOUNT 426.5

INSTRUCTIONS: Provide a listing of the amount included in Account 426.5, "Other Deductions", classifying such expenses according to their nature.

DESCRIPTION	NAME OF PAYEE	AMOUNT
NONE		

SCHEDULE XVIII - NOTES TO STATEMENT OF INCOME

INSTRUCTIONS: The space below is provided for important notes regarding the statement of income or any account thereof. Furnish particulars as to any significant increases in services rendered or expenses incurred during the year. Notes relating to financial statements shown elsewhere in this report may be indicated here by reference.

See Schedule XIV - Notes to Financial Statements.

ORGANIZATION CHART

ORGANIZATION CHART as of December 31, 2001

President	Anthony J. Baratta, Jr.
Senior Executive Vice President	Michael J. Dalton
Senior Vice President	George R. Gantz
Vice President	Glenn D. Appleton
Vice President	Todd R. Black
Vice President & Controller	Laurence M. Brock
Vice President & Treasurer	Mark H. Collin
Vice President	David K. Foote
Vice President	Raymond J. Morrissey
Vice President	Thomas E. Smith
Vice President	Frederick J. Stewart
Asst. Treasurer	Charles J. Kershaw, Jr.
Secretary	Sandra L. Whitney

METHODS OF ALLOCATION

The cost of services rendered by UNITIL Service are allocated and billed based on direct time charges and to a lesser extent, direct cost assigned to individual projects or jobs performed on behalf of associated companies in accordance with the general guidelines set forth below.

- A. Direct Labor Cost - Gross Wages. Direct Labor Cost - Gross Wages are based on the actual gross wage rates of assigned employees multiplied by the actual number of hours worked and directly charged to specific projects or jobs.
- B. Direct Labor Cost - Other. Direct Labor Cost - Other includes the costs of paid absences, such as vacations, sick pay and holidays, and are allocated by employee based on the direct time charged to associated companies. In the event there are not direct time charges available for this allocation, the direct time charges for all UNITIL Service employees are used to make this allocation.
- C. General Overhead Costs, including Indirect Labor. General Overhead Costs represent UNITIL Service Indirect Labor Costs and Administrative and General Expenses, and are allocated based on a monthly overhead rate applied against direct time charges. Indirect Labor Costs include pension costs, insurance, payroll taxes, employee savings plan, and similar payroll and benefit items. Administrative and General Expenses are those administrative and operating expenses incurred by UNITIL Service in providing services to associated companies which cannot be identified with or directly charged to a specific project or job.
- D. Direct Charges. Direct Charges are costs that are directly assignable based on the individual projects or jobs performed on behalf of associated companies, and are excluded from General Overheads. Direct Charges are billed at actual cost and include: Employee Travel, Meals, Lodging, and Other Related Expenses, Data Management Hardware Leases and Maintenance Costs, Telephone Lease, and other miscellaneous expenses.

ANNUAL STATEMENT OF COMPENSATION FOR USE OF CAPITAL BILLED -

Non applicable

SIGNATURE CLAUSE

Edgar Filing: UNITIL CORP - Form U-13-60

Pursuant to the requirements of the Public Utility Holding Company Act of 1935 and the rules and regulations of the Securities and Exchange Commission issued thereunder, the undersigned company has duly caused this report to be signed on its behalf by the undersigned officer thereunto duly authorized,

UNITIL Service Corp.

By: /S/ Anthony J. Baratta, Jr.

Anthony J. Baratta Jr., Sr.
Vice President & CFO

April 29, 2002