

G:\WPLUTIL\2007 reports\SBWGE sale\JE detail to be sent to the ICC\WPL_Illinois_Asset_Sale_Filing_Journal Entries_05-0836 (2).xls\SBWGE 2007 Actual JE Summary

SBWGE - ILL Asset Sale
Summary of Estimated 2007 Journal Entries
SBWGE Data Request - SBWGE - 05-0836

Description	FERC Account	FERC Account Description	Debit	Credit
Entry #1 - Gross Proceeds from Sale				
Cash	131	Cash (Major only)	\$ 19,450,000	
Utility plant sold	102	Common plant purchased or sold		\$ 19,450,000
<i>Record receipt of cash for purchase price from Jo Carroll Electric</i>				
Entry #2 - Transaction Closing Costs				
Retirement work in progress labor/outside services	118	Other utility plant	\$ 431,309	
Cash	131	Cash (Major only)		\$ 431,309
<i>Payment of Merrill Lynch invoice on 3/23/07</i>				
Utility plant sold	102	Common plant purchased or sold	\$ 431,309	
Retirement work in progress labor/outside services	118	Other utility plant		\$ 431,309
<i>Reclassify invoice to utility plant sold</i>				
Entry #3 - Record Gain on Sale				
Utility plant sold	102	Utility Plant Sold	\$ 204,328	
Gain on Disposition of Property	421.2	Gain on Disposition of property		\$ 204,328
<i>Record gain on sale.</i>				
Entry #4 - Recovery related to CWIP expenditures from 06/30/2005 purchase agreement date to date of close				
Cash	131	Cash (Major only)	\$ 4,621,360	
Plant Sold	102	Common plant purchased or sold		\$ 4,621,360
<i>Record receipt of cash for purchase price from Rock County Electric Cooperative Association</i>				
Entry #5a - Sale of Electric Plant In Service and associated Accumulated Depreciation				
Accumulated depreciation utility plant retired	108	Accumulated provision for the depreciation of electric utility plant (Major only)	\$ 7,148,053	
Utility plant sold	102	Electric plant purchased or sold	\$ 15,938,862	
Utility plant retirements	101	Electric plant in service (Major only)		\$ 23,086,915
<i>Book estimated sale of Illinois electric fixed assets to Rock County Electric Cooperative Association</i>				
Entry #5b - Sale of Gas Plant In Service and associated Accumulated Depreciation				
Accumulated depreciation utility plant retired	108	Accumulated provision for the depreciation of gas utility plant (Major only)	\$ 6,326,495	
Utility plant sold	102	Gas plant purchased or sold	\$ 8,253,329	
Utility plant retirements	101	Gas plant in service (Major only)		\$ 14,579,824
<i>Book estimated sale of Illinois gas fixed assets to Rock County Electric Cooperative Association</i>				
Entry #6 - Sale of Customer Advances For Construction				
Customer advances for construction	252	Customer advances for construction	\$ 756,467	
Utility plant purchased	102	Electric plant purchased or sold		\$ 756,467
<i>Record sale of IL customer advances for construction to Rock County Electric Cooperative Association</i>				
Entry #7 - Eliminate Current and Deferred Income Taxes, and Investment Tax Credits, Related to the Sale of Assets				
Accumulated deferred investment tax credits	255	Accumulated deferred investment tax credits	\$ 91,013	
Amortized investment tax credit - BTL	420	Investment Tax Credits		\$ 91,013
<i>Write off unamortized ITC</i>				
Accounts Receivable-Income Tax Refunds	143	Other Accounts Receivable		\$ 1,133,968
Accumulated deferred taxes-Federal	190	Accumulated deferred taxes		\$ 253,534
Accumulated deferred income taxes	282	Accumulated deferred income taxes - Other property	\$ 1,541,325	
Income Taxes, utility operating income	409.1	Income Taxes, utility operating income	\$ 1,133,968	
Deferred income tax federal - BTL income	410.1	Provision for deferred income taxes, utility operating income	\$ 1,330,590	
Provision for deferred income taxes-Credit, other income and ded	411.1	Provision for deferred income taxes-Credit, other income and deductions		\$ 2,618,381
<i>Write off unamortized ARAM</i>				
Entry #8 - Taxes related to gain on sale				
Federal Income Tax Expenses - BTL	409.2	Income taxes, other income and deductions	\$ 71,515	
Current State Income Tax Expenses - BTL	409.21	Income taxes, other income and deductions	\$ 10,492	
Accrued Federal Income Taxes	236	Taxes Accrued		\$ 71,515
Accrued State Income Taxes	236	Taxes Accrued		\$ 10,492
<i>Estimated current income taxes</i>				
Totals			\$ 67,740,413	\$ 67,740,413

<u>FERC A/C</u>	<u>DEBITS</u>	<u>CREDITS</u>
101 Plant in service (Major only)		\$ 37,666,738
102 Plant purchased or sold	\$ 24,827,827	\$ 24,827,827
108 Accumulated provision for the depreciation of utility plant (Major only)	\$ 13,474,548	
118 Other utility plant	\$ 431,309	\$ 431,309
131 Cash (Major only)	\$ 24,071,360	\$ 431,309
143 Other Accounts Receivable		\$ 1,133,968
190 Accumulated deferred taxes		\$ 253,534
236 Taxes Accrued		\$ 82,007
252 Customer advances for construction	\$ 756,467	
255 Accumulated deferred investment tax credits	\$ 91,013	
282 Accumulated deferred income taxes - Other property	\$ 1,541,325	
409.1 Provision for deferred income taxes, utility operating income	\$ 1,133,968	
409.2 Income taxes, other income and deductions	\$ 71,515	
409.21 Income taxes, other income and deductions	\$ 10,492	
410.1 Provision for deferred income taxes, utility operating income	\$ 1,330,590	
411.1 Provision for deferred income taxes-Credit, other income and deductions		\$ 2,618,381
420 Investment Tax Credits		\$ 91,013
421.1 Loss on disposition of property		\$ 204,328
	<u>\$ 67,740,413</u>	<u>\$ 67,740,413</u>

101 Plant in service (Major only)		\$ (37,666,738)
102 Plant purchased or sold		\$ 0
108 Accumulated provision for the depreciation of utility plant (Major only)		\$ 13,474,548
118 Other utility plant		\$ -
131 Cash (Major only)		\$ 23,640,052
143 Other Accounts Receivable		\$ (1,133,968)
190 Accumulated deferred taxes		\$ (253,534)
236 Taxes Accrued		\$ (82,007)
252 Customer advances for construction		\$ 756,467
255 Accumulated deferred investment tax credits		\$ 91,013
282 Accumulated deferred income taxes - Other property		\$ 1,541,325
409.1 Provision for deferred income taxes, utility operating income		\$ 1,133,968
409.2 Income taxes, other income and deductions		\$ 71,515
409.21 Income taxes, other income and deductions		\$ 10,492
410.1 Provision for deferred income taxes, utility operating income		\$ 1,330,590
411.1 Provision for deferred income taxes-Credit, other income and deductions		\$ (2,618,381)
420 Investment Tax Credits		\$ (91,013)
421.1 Loss on disposition of property		\$ (204,328)
		<u>(0.00)</u>