



5. Staff agrees with the Change One proposed to ICC Staff Exhibit 1.0, Schedule 1.2(WA). IAWC Exhibit No. 2.0, Schedule 2.1(WA) states separately the Company's 2006 purchased water cost as filed by the Company (IAWC Exhibit No. 2.0, Schedule 2.1(WA), Column B, Line 1), and Staff's adjustment to the Company's 2006 purchased water cost (IAWC Exhibit No. 2.0, Schedule 2.1(WA), Column C, Line 1 and Line 5). These amounts were combined in ICC Staff Exhibit 1.0, Schedule 1.2(WA), Column B, Line 1.

6. Staff agrees with the Change Two proposed to ICC Staff Exhibit 1.0, Schedule 1.2(WA). IAWC Exhibit No. 2.0, Schedule 2.1(WA) states separately the effect that unaccounted-for water and the Company determined R-Factor have on the 2006 (Over)/Under Recovery Balance (ICC Staff Exhibit 1.0, Schedule 1.2(WA), Column B, Line 3). The proposed Change Two is shown on IAWC Exhibit No. 2.0, Schedule 2.1(WA), Column B, Lines 5 and 7). These amounts were combined in ICC Staff Exhibit 1.0, Schedule 1.2(WA), Column B, Line 6.

7. Staff agrees with Change Three proposed to ICC Staff Exhibit 1.0, Schedule 1.2(DC). IAWC Exhibit No. 2.0, Schedule 2.1(DC) states separately the effect that unaccounted-for water and the Company's determined R-Factor have on the 2006 (Over)/Under Recovery Balance (ICC Staff Exhibit 1.0, Schedule 1.2(DC), Column B, Line 3). The proposed Change Three is shown on IAWC Exhibit No. 2.0, Schedule 2.1(DC), Column B, Lines 5 and 7). These amounts were combined in ICC Staff Exhibit 1.0, Schedule 1.2(DC), Column B, Line 6.

8. None of these changes proposed by the Company affect the 2006 O Factors proposed by Staff in ICC Staff Exhibit 1.0, Schedule 1.1, Line 7.

9. Staff prepared the attached schedule (ICC Staff Exhibit 1.0, Schedule 1.1-Corrected) which reflects the Company's proposed changes discussed above. Schedule 1.1-Corrected is similar to Staff's Direct Schedule 1.1 except that it adds a line for "Unaccounted-for Water" (Line 5).

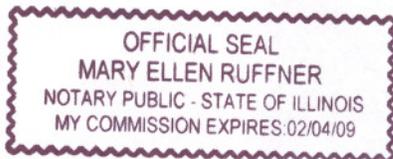
10. Staff was granted permission to late file ICC Staff Exhibit 1.0, Schedule 1.1-Corrected at a status hearing held December 5, 2007.

11. With the filing of ICC Staff Exhibit 1.0, Schedule 1.1-Corrected, Staff believes that there are no contested issues between Staff and the Company.

  
Daniel G. Kahle

SUBSCRIBED AND SWORN to before me  
this 6 day of December, 2007.

  
NOTARY PUBLIC





**STATE OF ILLINOIS  
ILLINOIS COMMERCE COMMISSION**

---

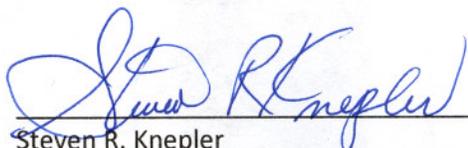
**ILLINOIS-AMERICAN WATER COMPANY** :  
: :  
Application for Approval of its Annual Reconciliation : **07-0195**  
Of Purchased Water and Purchased Sewage Treatment :  
Surcharges pursuant to 83 ILL. Adm. Code 655 and :  
Request for a Variance from Part 655. :

---

**NOTICE OF FILING**

**TO ATTACHED SERVICE LIST:**

**YOU ARE HEREBY NOTIFIED** that we have, on this 6<sup>th</sup> day of December 2007 forwarded to the Chief Clerk of the Illinois Commerce Commission for filing in the above-captioned docket, the Affidavit and Schedule 1.1 Corrected of Daniel G. Kahle of the Financial Analysis Division, Accounting Department, a copy of which is hereby served upon you.

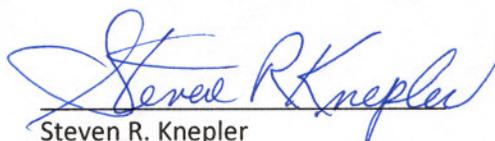


Steven R. Knepler  
Supervisor  
Accounting Department  
527 East Capitol Avenue  
Springfield, IL 62701

---

**CERTIFICATE OF SERVICE**

**I HEREBY CERTIFY THAT** copies of the foregoing Notice, together with the documents referred to therein, were served upon the parties on the attached Service List, by messenger, electronic mail, facsimile and/or first-class mail, proper postage prepaid from Springfield, Illinois, on this 6<sup>th</sup> day of December 2007.



Steven R. Knepler  
Supervisor  
Accounting Department

**ILLINOIS-AMERICAN WATER COMPANY**  
**Docket No. 07-0195**  
**Service List**

Janice A. Dale  
Assistant Attorney General  
Public Utilities Bureau  
100 West Randolph Street  
11<sup>th</sup> Floor  
Chicago, IL 60601

Susan L. Satter  
Illinois Attorney General's Office  
11<sup>th</sup> Floor  
100 West Randolph  
Chicago, IL 60601

Kristin Munsch  
Law Clerk, Public Utilities Bureau  
Illinois Attorney General's Office  
100 West Randolph Street  
11<sup>th</sup> Floor  
Chicago, IL 60601

Mary G. Sullivan  
Associate Counsel  
Illinois-American Water Company  
PO Box 24040  
100 North Water Works Drive  
Belleville, IL 62223

John J. Reichart  
Illinois-American Water Company  
727 Craig Road  
St. Louis, MO 63141

**ILLINOIS COMMERCE COMMISSION**

Stephen Yoder, Administrative Law Judge  
Dan Kahle, Case Manager, Accounting Department  
Steve Knepler, Case Staff, Accounting Department