

Aqua Illinois, Inc. - Kankakee Division
Qualifying Infrastructure Plant Surcharge Reconciliation
For the Year ended December 31, 2007

Line No.	Description (A)	Amount Per Company (B)	Staff Adjustment (C)	Amount Per Staff Col. (B)+(C) (D)	Source (E)
1	(Over)/Under Balance Carried Forward at 12/31/06	\$ 22,213	\$ -	\$ 22,213	1
2	Commission-Ordered 2006 O Factor	-	-	-	1
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	\$ 22,213	\$ -	\$ 22,213	
4	2007 Average Cost of Allowable Investment in Qualifying Infrastructure Plant	-	-	-	2
5	Authorized Rate of Return	12.40%	0.00%	12.40%	3
6	Authorized Return on QIP (Line 4 x Line 5)	\$ -	\$ -	\$ -	4
7	Allowable Depreciation	-	-	-	2
8	2007 QIP Revenue	23,207	-	23,207	5
9	(Over)/Under Recovery Balance at December 31, 2007 (Line 3 + Line 6 + Line 7 - Line 8)	\$ (994)	\$ -	\$ (994)	
10	Less 2007 R Factor to be (Refunded)/Recovered in 2008 rate	(994)	-	(994)	4
11	2007 O Factor to be (Refunded)/Recovered in 2009 (Line 9 - Line 10)	\$ -	\$ -	\$ -	

Sources:

- 1 Order, Docket No. 07-0192, dated February 27, 2008
- 2 Aqua Exhibit A, Schedule (f)(1)
- 3 Order, Docket No. 06-0285, dated December 20, 2006
- 4 Aqua Exhibit A, Schedule (f)(3)/(h)(4)
- 5 Aqua Exhibit A, Schedule (f)(2)

**Aqua Illinois, Inc. - Vermilion Division
Qualifying Infrastructure Plant Surcharge Reconciliation
For the Year ended December 31, 2007**

Line No.	Description (A)	Amount Per Company (B)	Staff Adjustment (C)	Amount Per Staff Col. (B)+(C) (D)	Source (E)
1	(Over)/Under Balance Carried Forward at 12/31/06	\$ (7,987)	\$ -	\$ (7,987)	1
2	Commission-Ordered 2006 O Factor	<u>(60,389)</u>	<u>-</u>	<u>(60,389)</u>	1
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	\$ (68,376)	\$ -	\$ (68,376)	
4	2007 Average Cost of Allowable Investment in Qualifying Infrastructure Plant	2,818,524		\$ 2,818,524	2
5	Authorized Rate of Return	<u>12.40%</u>	<u>12.40%</u>	<u>12.40%</u>	3
6	Authorized Return on QIP (Line 4 x Line 5)	\$ 349,497	\$ -	\$ 349,497	4
7	Allowable Depreciation	127,025		127,025	2
8	2007 QIP Revenue	<u>535,840</u>	<u>-</u>	<u>535,840</u>	5
9	(Over)/Under Recovery Balance at December 31, 2007 (Line 3 + Line 6 + Line 7 - Line 8)	\$ (127,694)	\$ -	\$ (127,694)	
10	Less 2007 R Factor to be (Refunded)/Recovered in 2008 rates	<u>(127,694)</u>	<u>-</u>	<u>(127,694)</u>	4
11	2007 O Factor to be (Refunded)/Recovered in 2009 (Line 9 - Line 10)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	

Sources:

- 1 Order, Docket No. 07-0192, dated February 27, 2008
- 2 Aqua Exhibit B, Schedule (f)(1)
- 3 Order, Docket No. 06-0285, dated December 20, 2006
- 4 Aqua Exhibit B, Schedule (f)(3)/(h)(4)
- 5 Aqua Exhibit B, Schedule (f)(2)

**Aqua Illinois, Inc. - Woodhaven Division
Qualifying Infrastructure Plant Surcharge Reconciliation
For the Year ended December 31, 2007**

Line No.	Description (A)	Amount Per Company (B)	Staff Adjustment (C)	Amount Per Staff Col. (B)+(C) (D)	Source (E)
1	(Over)/Under Balance Carried Forward at 12/31/06	\$ (5,761)	\$ -	\$ (5,761)	1
2	Commission-Ordered 2006 O Factor	-	-	-	1
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	\$ (5,761)	\$ -	\$ (5,761)	
4	2007 Average Cost of Allowable Investment in Qualifying Infrastructure Plant	263,576	-	263,576	2
5	Authorized Rate of Return	12.40%	0.00%	12.40%	3
6	Authorized Return on QIP (Line 4 x Line 5)	\$ 32,683	\$ -	\$ 32,683	4
7	Allowable Depreciation	6,335	-	6,335	2
8	2007 QIP Revenue	40,002	-	40,002	5
9	(Over)/Under Recovery Balance at December 31, 2007 (Line 3 + Line 6 + Line 7 - Line 8)	\$ (6,745)	\$ -	\$ (6,745)	
10	Less 2007 R Factor to be (Refunded)/Recovered in 2008 rates	(6,745)	-	(6,745)	4
11	2007 O Factor to be (Refunded)/Recovered in 2009 (Line 9 - Line 10)	\$ -	\$ -	\$ -	

Sources:

- 1 Order, Docket No. 07-0192, dated February 27, 2008
- 2 Aqua Exhibit C, Schedule (f)(1)
- 3 Order, Docket No. 06-0285, dated December 20, 2006
- 4 Aqua Exhibit C, Schedule (f)(3)/(h)(4)
- 5 Aqua Exhibit C, Schedule (f)(2)