

Illinois American Water Company
Purchased Water Surcharge Reconciliation
Summary of Water Reconciliations
For the Year Ended December 31, 2011

Line No.	Description (A)	As Filed Per Company (B)	Prior Orders O Component (C)	Adjustments (D)	Per Order (E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	Unamortized Balance as of 12/31/2010 per 2010 Reconciliation	\$ (4,601)	\$ -	\$ -	\$ (4,601)
2	R Component as of 12/31/2010 per 2010 Reconciliation	(152,414)	(176)	-	(152,590)
3	O Component to be Collected / (Refunded) in future years	(303,923)	176	-	(303,747)
4	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2 + Line 3)	<u>\$ (460,938)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (460,938)</u>
<u>Current Year (Over)/Under Recovery</u>					
5	2011 Costs	\$ 18,411,032	\$ -	\$ -	\$ 18,411,032
6	2011 Revenues	(18,262,344)	-	-	(18,262,344)
7	Other Adjustments - UAF in Excess of Tariff	(187,954)	-	114,616	(73,338)
8	Interest	-	-	-	-
9	Prior Orders O Component	-	5,725	-	5,725
10	Current Year (Over)/Under Recovery (Sum of Lines 5 thru 9)	<u>\$ (39,266)</u>	<u>\$ 5,725</u>	<u>\$ 114,616</u>	<u>\$ 81,075</u>
11	Cumulative (Over)/Under Recovery (Line 4 + Line 10)	<u>\$ (500,203)</u>	<u>\$ 5,725</u>	<u>\$ 114,616</u>	<u>\$ (379,862)</u>
<u>Disposition of Under / (Over) Recovery Balance at 12/31 2011</u>					
12	Unamortized Balance as of 12/31/2011	\$ (4,601)	\$ -	\$ -	\$ (4,601)
13	R Component to be Collected / (Refunded) in 2012	(191,679)	-	-	(191,679)
14	O Component to be Collected / (Refunded) in future years	(303,923)	5,725	-	(298,198)
15	2011 O Component to be Collected / (Refunded) (Line 11-12-13-14)	-	-	114,616	114,616
16	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 12+13+14 +15)	<u>\$ (500,203)</u>	<u>\$ 5,725</u>	<u>\$ 114,616</u>	<u>\$ (379,862)</u>
O Component to be Collected / (Refunded) in future years:					
					\$ (863)
Chicago Suburban - V					\$ (863)
Chicago Suburban - F					1,880
DuPage County - Variable					265
DuPage County - Fixed					97
Moreland					(883)
Southwest Suburban					(289,303)
Waycinden					(9,500)
South Beloit - Variable					(187)
South Beloit - Fixed					296
					<u>\$ (298,198)</u>

Illinois American Water Company
Purchased Water Surcharge Reconciliation
Alpine Heights
For the Year Ended December 31, 2011

Line No.	Description (A)	As Filed Per Company (B)	Prior Orders O Component (C)	Adjustments (D)	Per Order (E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ (1,377)	\$ -	\$ -	\$ (1,377)
2	O Component to be Collected / (Refunded) in future years	-	-	-	-
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ (1,377)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,377)</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 59,120	\$ -	\$ -	\$ 59,120
5	2011 Revenues	(58,825)	-	-	(58,825)
6	Other Adjustments - UAF in Excess of Tariff	-	-	-	-
7	Interest	-	-	-	-
8	Prior Orders O Component	-	-	-	-
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ 295</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 295</u>
10	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 3 + Line 9)	<u>\$ (1,082)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,082)</u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ (1,082)	\$ -	\$ -	\$ (1,082)
12	O Component to be Collected / (Refunded) in future years	-	-	-	-
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	-	-	-	-
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u>\$ (1,082)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,082)</u>

Sources:

- Column (B): IAWC Exhibit 1.11R
- Column (C):
- Column (D):
- Column (E): Col. (B) + (C) + (D)

Illinois American Water Company
Purchased Water Surcharge Reconciliation
Chicago Suburban-Variable
For the Year Ended December 31, 2011

Line No.	Description (A)	As Filed Per Company (B)	Prior Orders O Component (C)	Adjustments (D)	Per Order (E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ (98,308)	\$ -	\$ -	\$ (98,308)
2	O Component to be Collected / (Refunded) in future years	(32,635)	-	-	(32,635)
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ (130,943)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (130,943)</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 1,213,144	\$ -	\$ -	\$ 1,213,144
5	2011 Revenues	(1,088,680)	-	-	(1,088,680)
6	Other Adjustments - UAF in Excess of Tariff	-	-	-	-
7	Interest	-	-	-	-
8	Prior Orders O Component	-	31,772	-	31,772
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ 124,464</u>	<u>\$ 31,772</u>	<u>\$ -</u>	<u>\$ 156,236</u>
10	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 3 + Line 9)	<u>\$ (6,479)</u>	<u>\$ 31,772</u>	<u>\$ -</u>	<u>\$ 25,293</u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ 26,156	\$ -	\$ -	\$ 26,156
12	O Component to be Collected / (Refunded) in future years	(32,635)	31,772	-	(863)
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	-	-	-	-
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u>\$ (6,479)</u>	<u>\$ 31,772</u>	<u>\$ -</u>	<u>\$ 25,293</u>

Sources:

Column (B): IAWC Exhibit 1.11R
Column (C): Sch. 2.2, p. 2
Column (D):
Column (E): Col. (B) + (C) + (D)

**Illinois American Water Company
Purchased Sewer Surcharge Reconciliation
Chicago Suburban-Variable
Staff Adjustment - Prior Years O Component and Interest Calculation**

Line No.	Description	2007	2008	2009	2010	2011
	(A)	(B)	(C)	(E)	(F)	(G)
<u>Docket No. 07-0195</u>						
1	O Component per Order	\$ 15,097				
2	Interest Rate	5%	3.50%			
3	% of Year	100%	25%			
4	Interest on O Component (2007 = Line 1 x Line 2 x Line 3) (2008 = Line 6 x Line 2 x Line 3)	755	139			
5	Amount (Collected) / Refunded in Reconciliation		(16,854)			
6	Ending Balance - O Component + Interest (2007 = Line 1 + Line 4 + Line 5) (2008 = Line 6 + Line 4 + Line 5)	<u>\$ 15,852</u>	<u>\$ (863)</u>	<u>\$ (863)</u>	<u>\$ (863)</u>	<u>\$ (863)</u>
7	Company Cumulative O Component at 12/31/2011 (IAWC Exhibit 1.11R)					<u>(32,635)</u>
8	Staff Adjustment (Line 6 - Line 7)					<u>\$ 31,772</u>

Illinois American Water Company
Purchased Water Surcharge Reconciliation
Chicago Suburban-Fixed
For the Year Ended December 31, 2011

Line No.	Description (A)	As Filed Per Company (B)	Prior Orders O Component (C)	Adjustments (D)	Per Order (E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ 24,577	\$ -	\$ -	\$ 24,577
2	O Component to be Collected / (Refunded) in future years	33,631	-	-	33,631
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ 58,208</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,208</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 888,703	\$ -	\$ -	\$ 888,703
5	2011 Revenues	(904,326)	-	-	(904,326)
6	Other Adjustments - UAF in Excess of Tariff	-	-	-	-
7	Interest	-	-	-	-
8	Prior Orders O Component	-	(31,751)	-	(31,751)
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ (15,623)</u>	<u>\$ (31,751)</u>	<u>\$ -</u>	<u>\$ (47,374)</u>
10	Cumulative (Over)/Under Recovery at 12/31/11 (Line 3 + Line 9)	<u>\$ 42,586</u>	<u>\$ (31,751)</u>	<u>\$ -</u>	<u>\$ 10,835</u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ 8,955	\$ -	\$ -	\$ 8,955
12	O Component to be Collected / (Refunded) in future years	33,631	(31,751)	-	1,880
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	-	-	-	-
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u>\$ 42,586</u>	<u>\$ (31,751)</u>	<u>\$ -</u>	<u>\$ 10,835</u>

Sources:

- Column (B): IAWC Exhibit 1.11R
- Column (C): Sch. 2.2, p. 2
- Column (D):
- Column (E): Col. (B) + (C) + (D)

Illinois American Water Company
Purchased Sewer Surcharge Reconciliation
Chicago Suburban-Fixed
Staff Adjustment - Prior Years O Component and Interest Calculation

Line No.	Description (A)	2007 (B)	2008 (C)	2009 (D)	2010 (E)	2011 (F)
<u>Docket No. 07-0195</u>						
1	O Component per Order	\$ 31,765				
2	Interest Rate	5%	3.50%			
3	% of Year	100%	25%			
4	Interest on O Component (2007 = Line 1 x Line 2 x Line 3) (2008 = Line 6 x Line 2 x Line 3)	1,588	292			
5	Amount (Collected) / Refunded in Reconciliation	<u> </u>	<u>(31,765)</u>	<u> </u>	<u> </u>	<u> </u>
6	Ending Balance - O Component + Interest (2007 = Line 1 + Line 4 + Line 5) (2008 = Line 6 + Line 4 + Line 5)	<u>\$ 33,353</u>	<u>\$ 1,880</u>	<u>\$ 1,880</u>	<u>\$ 1,880</u>	<u>\$ 1,880</u>
7	Company Cumulative O Component at 12/31/2011 (IAWC Exhibit 1.11R)					<u>33,631</u>
8	Staff Adjustment (Line 6 - Line 7)					<u>\$ (31,751)</u>

Illinois American Water Company
Purchased Water Surcharge Reconciliation
DuPage County-Variable
For the Year Ended December 31, 2011

Line No.	Description (A)	As Filed Per Company (B)	Prior Orders O Component (C)	Adjustments (D)	Per Order (E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ (48,630)	\$ -	\$ -	\$ (48,630)
2	O Component to be Collected / (Refunded) in future years	(107)	-	-	(107)
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ (48,737)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (48,737)</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 1,326,853	\$ -	\$ -	\$ 1,326,853
5	2011 Revenues	(1,388,685)	-	-	(1,388,685)
6	Other Adjustments - UAF in Excess of Tariff	-	-	-	-
7	Interest	-	-	-	-
8	Prior Orders O Component	-	372	-	372
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ (61,832)</u>	<u>\$ 372</u>	<u>\$ -</u>	<u>\$ (61,460)</u>
10	Cumulative (Over)/Under Recovery at 12/31/11 (Line 3 + Line 9)	<u>\$ (110,569)</u>	<u>\$ 372</u>	<u>\$ -</u>	<u>\$ (110,197)</u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ (110,462)	\$ -	\$ -	\$ (110,462)
12	O Component to be Collected / (Refunded) in future years	(107)	372	-	265
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	-	-	-	-
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u>\$ (110,569)</u>	<u>\$ 372</u>	<u>\$ -</u>	<u>\$ (110,197)</u>

Sources:

- Column (B): IAWC Exhibit 1.11R
- Column (C): Sch. 2.2, p. 2
- Column (D):
- Column (E): Col. (B) + (C) + (D)

**Illinois American Water Company
Purchased Sewer Surcharge Reconciliation
DuPage County-Variable
Staff Adjustment - Prior Years O Component and Interest Calculation**

Line No.	Description (A)	2010 (B)	2011 (C)
<u>Docket No. 10-0203</u>			
1	O Component per Order	\$ 261	
2	Interest Rate	1.00%	0.50%
3	% of Year	100%	100%
4	Interest on O Component (2010 = Line 19 x Line 20 x Line 21) (2011 = Line 24 x Line 20 x Line 21)	3	1
5	Amount (Collected) / Refunded in Reconciliation	-	-
6	Ending Balance - O Component + Interest (Line 1 + Line 4 + Line 5)	<u>\$ 264</u>	265
7	Company Cumulative O Component at 12/31/2011 (IAWC Exhibit 1.11R)		<u>(107)</u>
8	Staff Adjustment (Line 6 - Line 7)		<u>\$ 372</u>

Illinois American Water Company
Purchased Water Surcharge Reconciliation
DuPage County-Fixed
For the Year Ended December 31, 2011

Line No.	Description (A)	As Filed Per Company (B)	Prior Orders O Component (C)	Adjustments (D)	Per Order (E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ 644	\$ -	\$ -	\$ 644
2	O Component to be Collected / (Refunded) in future years	2,313	-	-	2,313
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ 2,957</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,957</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 574,116	\$ -	\$ -	\$ 574,116
5	2011 Revenues	(568,599)	-	-	(568,599)
6	Other Adjustments - UAF in Excess of Tariff	-	-	-	-
7	Interest	-	-	-	-
8	Prior Orders O Component	-	(2,216)	-	(2,216)
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ 5,517</u>	<u>\$ (2,216)</u>	<u>\$ -</u>	<u>\$ 3,301</u>
10	Cumulative (Over)/Under Recovery at 12/31/11 (Line 3 + Line 9)	<u><u>\$ 8,474</u></u>	<u><u>\$ (2,216)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 6,258</u></u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ 6,161	\$ -	\$ -	\$ 6,161
12	O Component to be Collected / (Refunded) in future years	2,313	(2,216)	-	97
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	-	-	-	-
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u><u>\$ 8,474</u></u>	<u><u>\$ (2,216)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 6,258</u></u>

Sources:

- Column (B): IAWC Exhibit 1.11R
- Column (C): Sch. 2.2, p. 2
- Column (D):
- Column (E): Col. (B) + (C) + (D)

Illinois American Water Company
Purchased Sewer Surcharge Reconciliation
DuPage County-Fixed
Staff Adjustment - Prior Years O Component and Interest Calculation

Line No.	Description	2005 (B)	2006 (C)	2007 (D)	2008 (E)	2009 (F)	2010 (B)	2011 (C)
Docket No. 05-0176								
1	O Component per Order	\$ 1,962						
2	Interest Rate	2.5%	4.5%	5%	3.50%	1.00%	0.50%	0.50%
3	% of Year	100%		25%	100%	100%	100%	100%
4	Interest on O Component (2005 = Line 1 x Line 2 x Line 3)	49	10	-	-	-	-	-
5	Amount (Collected) / Refunded in Reconciliation	-	(2,021)	-	-	-	-	-
6	Ending Balance - O Component + Interest (Line 1 + Line 4 + Line 5)	<u>\$ 2,011</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Docket No. 08-0218								
7	O Component per Order				\$ 11,049			
8	Interest Rate				3.50%	1.00%	0.50%	0.50%
9	% of Year				100%	25%	100%	100%
10	Interest on O Component (2008 = Line 1 x Line 2 x Line 3)				387	(387)	-	-
11	Amount (Collected) / Refunded in Reconciliation				-	(11,049)	-	-
12	Ending Balance - O Component + Interest (Line 7 + Line 10 + Line 11)				<u>\$ 11,436</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Docket No. 10-0203								
1	O Component per Order						\$ 97	
2	Interest Rate						0.50%	0.50%
3	% of Year						100%	100%
4	Interest on O Component (2010 = Line 1 x Line 2 x Line 3) (2011 = Line 6 x Line 2 x Line 3)						-	-
5	Amount (Collected) / Refunded in Reconciliation						-	-
6	Ending Balance - O Component + Interest (Line 1 + Line 4 + Line 5)						<u>\$ 97</u>	97
7	Company Cumulative O Component at 12/31/2011 (IAWC Exhibit 1.11R)							<u>2,313</u>
8	Staff Adjustment (Line 6 - Line 7)							<u>\$ (2,216)</u>

Illinois American Water Company
Purchased Water Surcharge Reconciliation
Fernway
For the Year Ended December 31, 2011

Line No.	Description	As Filed Per Company	Prior Orders O Component	Adjustments	Per Order
	(A)	(B)	(C)	(D)	(E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ (41,223)	\$ -	\$ -	\$ (41,223)
2	O Component to be Collected / (Refunded) in future years	(1)	-	-	(1)
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ (41,224)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (41,224)</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 455,813	\$ -	\$ -	\$ 455,813
5	2011 Revenues	(425,604)	-	-	(425,604)
6	Other Adjustments - UAF in Excess of Tariff	1	-	-	1
7	Interest	-	-	-	-
8	Prior Orders O Component	-	-	-	-
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ 30,210</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,210</u>
10	Cumulative (Over)/Under Recovery at 12/31/11 (Line 3 + Line 9)	<u>\$ (11,014)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,014)</u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ (11,013)	\$ -	\$ -	\$ (11,013)
12	O Component to be Collected / (Refunded) in future years	(1)	-	-	(1)
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	-	-	-	-
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u>\$ (11,014)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,014)</u>

Sources:

Column (B): IAWC Exhibit 1.11R
Column (C): Sch. 2.2, p. 2
Column (D):
Column (E): Col. (B) + (C) + (D)

Illinois American Water Company
Purchased Water Surcharge Reconciliation
Moreland
For the Year Ended December 31, 2011

Line No.	Description	As Filed Per Company	Prior Orders O Component	Adjustments	Per Order
	(A)	(B)	(C)	(D)	(E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	Unamortized Balance as of 12/31/2010 per 2010 Reconciliation	\$ (4,601)	\$ -	\$ -	\$ (4,601)
2	R Component as of 12/31/2010 per 2010 Reconciliation	(7,169)	-	-	(7,169)
3	O Component to be Collected / (Refunded) in future years	(42)	-	-	(42)
4	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2 + Line 3)	<u>\$ (11,812)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,812)</u>
<u>Current Year (Over)/Under Recovery</u>					
5	2011 Costs	\$ 29,002	\$ -	\$ -	\$ 29,002
6	2011 Revenues	(25,245)	-	-	(25,245)
7	Other Adjustments - UAF in Excess of Tariff	-	-	-	-
8	Interest	-	-	-	-
9	Prior Orders O Component	-	(841)	-	(841)
10	Current Year (Over)/Under Recovery (Sum of Lines 5 thru 9)	<u>\$ 3,757</u>	<u>\$ (841)</u>	<u>\$ -</u>	<u>\$ 2,916</u>
11	Cumulative (Over)/Under Recovery at 12/31/11 (Line 3 + Line 10)	<u>\$ (8,055)</u>	<u>\$ (841)</u>	<u>\$ -</u>	<u>\$ (8,896)</u>
<u>Disposition of Prior Years R and O Components</u>					
12	Unamortized Balance as of 12/31/2011	\$ (4,601)	\$ -	\$ -	\$ (4,601)
13	R Component to be Collected / (Refunded) in 2012	(3,412)	-	-	(3,412)
14	O Component to be Collected / (Refunded) in future years	(42)	(841)	-	(883)
15	2011 O Component to be Collected / (Refunded) (Line 11-12-13-14)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
16	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 12+13+14 +15)	<u>\$ (8,055)</u>	<u>\$ (841)</u>	<u>\$ -</u>	<u>\$ (8,896)</u>

Sources:

Column (B): IAWC Exhibit 1.11R
Column (C): Sch. 2.2, p. 2
Column (D):
Column (E): Col. (B) + (C) + (D)

**Illinois American Water Company
Purchased Sewer Surcharge Reconciliation
Moreland
Staff Adjustment - Prior Years O Component and Interest Calculation**

Line No.	Description (A)	2010 (B)	2011 (C)
<u>Docket No. 10-0203</u>			
1	O Component per Order	\$ (874)	
2	Interest Rate	0.50%	0.50%
3	% of Year	100%	100%
4	Interest on O Component (2010 = Line 1 x Line 2 x Line 3) (2011 = Line 6 x Line 2 x Line 3)	(4)	(4)
5	Amount (Collected) / Refunded in Reconciliation	-	-
6	Ending Balance - O Component + Interest (Line 1 + Line 4 + Line 5)	<u>\$ (878)</u>	\$ (883)
7	Company Cumulative O Component at 12/31/2011 (IAWC Exhibit 1.11R)		<u>(42)</u>
8	Staff Adjustment (Line 6 - Line 7)		<u>\$ (841)</u>

Illinois American Water Company
Purchased Water Surcharge Reconciliation
Southwest Suburban
For the Year Ended December 31, 2011

Line No.	Description (A)	As Filed Per Company (B)	Prior Orders O Component (C)	Adjustments (D)	Per Order (E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ 66,142	\$ -	\$ -	\$ 66,142
2	O Component to be Collected / (Refunded) in future years	(294,615)	-	-	(294,615)
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ (228,473)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (228,473)</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 12,874,631	\$ -	\$ -	\$ 12,874,631
5	2011 Revenues	(12,826,044)	-	-	(12,826,044)
6	Other Adjustments - UAF in Excess of Tariff	(187,955)	-	114,616	(73,339)
7	Interest	-	-	-	-
8	Prior Orders O Component	-	5,312	-	5,312
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ (139,368)</u>	<u>\$ 5,312</u>	<u>\$ 114,616</u>	<u>\$ (19,440)</u>
10	Cumulative (Over)/Under Recovery at 12/31/11 (Line 3 + Line 9)	<u>\$ (367,841)</u>	<u>\$ 5,312</u>	<u>\$ 114,616</u>	<u>\$ (247,913)</u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ (73,226)	\$ -	\$ -	\$ (73,226)
12	O Component to be Collected / (Refunded) in future years	(294,615)	5,312	-	(289,303)
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	-	-	114,616	114,616
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u>\$ (367,841)</u>	<u>\$ 5,312</u>	<u>\$ 114,616</u>	<u>\$ (247,913)</u>

Sources:

- Column (B): IAWC Exhibit 1.11R
- Column (C): Sch. 2.2, p. 2
- Column (D): IAWC Ex. 1.00SUPP
- Column (E): Col. (B) + (C) + (D)

**Illinois American Water Company
Purchased Sewer Surcharge Reconciliation
Southwest Suburban
Staff Adjustment - Prior Years O Component and Interest Calculation**

Line No.	Description (A)	2005 (B)	2006 (C)	2007 (D)	2008 (E)	2009 (F)	2010 (G)	2011 (H)
<u>Docket No. 05-0176</u>								
1	O Component per Order	\$ (246,364)						
2	Interest Rate	2.5%	4.5%	5%	3.50%	1.00%	0.50%	0.50%
3	% of Year	100%	25%	75%	100%	100%	100%	100%
4	Interest on O Component (2005 = Line 1 x Line 2 x Line 3) (2006-2011 = Line 6 x Line 2 x Line 3)	(6,159)	(2,841)	(9,576)	(9,273)	(2,742)	(1,385)	(1,392)
5	\$253,755 Refunded - April 1, 2006	-	-	-	-	-	-	-
6	Ending Balance - O Component + Interest (Line 1 + Line 4 + Line 5)	<u>\$ (252,523)</u>	<u>\$ (255,364)</u>	<u>\$ (264,940)</u>	<u>\$ (274,213)</u>	<u>\$ (276,955)</u>	<u>\$ (278,340)</u>	<u>\$ (279,732)</u>
<u>Docket No. 09-0151</u>								
7	O Component per Order					\$ (9,382)		
8	Interest Rate					1.00%	0.50%	0.50%
9	% of Year					100%	100%	100%
10	Interest on O Component (2009 = Line 7 x Line 8 x Line 9) (2010-2011 = Line 12 x Line 8 x Line 9)					(94)	(47)	(48)
11	Amount (Collected) / Refunded in Reconciliation					-	-	-
12	Ending Balance - O Component + Interest (Line 7 + Line 10 + Line 11)					<u>\$ (9,476)</u>	<u>\$ (9,523)</u>	<u>\$ (9,571)</u>
13	Staff Cumulative O Component at 12/31/2011 (Line 6 + Line 12)							\$ (289,303)
14	Company Cumulative O Component at 12/31/2011 (IAWC Exhibit 1.11R)							<u>(294,615)</u>
15	Staff Adjustment (Line 13 - Line 14)							<u>\$ 5,312</u>

Illinois American Water Company
Purchased Water Surcharge Reconciliation
Waycinden
For the Year Ended December 31, 2011

Line No.	Description (A)	As Filed Per Company (B)	Prior Orders O Component (C)	Adjustments (D)	Per Order (E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ (44,053)	\$ -	\$ -	\$ (44,053)
2	O Component to be Collected / (Refunded) in future years	(12,402)	-	-	(12,402)
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ (56,455)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (56,455)</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 620,612	\$ -	\$ -	\$ 620,612
5	2011 Revenues	(615,175)	-	-	(615,175)
6	Other Adjustments - UAF in Excess of Tariff	-	-	-	-
7	Interest	-	-	-	-
8	Prior Orders O Component	-	2,902	-	2,902
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ 5,437</u>	<u>\$ 2,902</u>	<u>\$ -</u>	<u>\$ 8,339</u>
10	Cumulative (Over)/Under Recovery at 12/31/11 (Line 3 + Line 9)	<u>\$ (51,018)</u>	<u>\$ 2,902</u>	<u>\$ -</u>	<u>\$ (48,116)</u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ (38,616)	\$ -	\$ -	\$ (38,616)
12	O Component to be Collected / (Refunded) in future years	(12,402)	2,902	-	(9,500)
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	-	-	-	-
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u>\$ (51,018)</u>	<u>\$ 2,902</u>	<u>\$ -</u>	<u>\$ (48,116)</u>

Sources:

- Column (B): IAWC Exhibit 1.11R
- Column (C): Sch. 2.2, p. 2
- Column (D):
- Column (E): Col. (B) + (C) + (D)

Illinois American Water Company
Purchased Water Surcharge Reconciliation
South Beloit-Variable
For the Year Ended December 31, 2011

Line No.	Description	As Filed Per Company	Prior Orders O Component	Adjustments	Per Order
	(A)	(B)	(C)	(D)	(E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ (2,288)	\$ -	\$ -	\$ (2,288)
2	O Component to be Collected / (Refunded) in future years	(183)	-	-	(183)
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ (2,471)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,471)</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 329,438	\$ -	\$ -	\$ 329,438
5	2011 Revenues	(322,208)	-	-	(322,208)
6	Other Adjustments - UAF in Excess of Tariff	-	-	-	-
7	Interest	-	-	-	-
8	Prior Orders O Component	-	(4)	-	(4)
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ 7,230</u>	<u>\$ (4)</u>	<u>\$ -</u>	<u>\$ 7,226</u>
10	Cumulative (Over)/Under Recovery at 12/31/11 (Line 3 + Line 9)	<u><u>\$ 4,759</u></u>	<u><u>\$ (4)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 4,755</u></u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ 4,942	\$ -	\$ -	\$ 4,942
12	O Component to be Collected / (Refunded) in future years	(183)	(4)	-	(187)
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	-	-	-	-
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u><u>\$ 4,759</u></u>	<u><u>\$ (4)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 4,755</u></u>

Sources:

Column (B): IAWC Exhibit 1.11R
Column (C): Sch. 2.2, p. 2
Column (D):
Column (E): Col. (B) + (C) + (D)

**Illinois American Water Company
Purchased Sewer Surcharge Reconciliation
South Beloit-Variable
Staff Adjustment - Prior Years O Component and Interest Calculation**

Line No.	Description (A)	2009 (B)	2010 (C)	2011 (D)
<u>Docket No. 09-0151</u>				
1	O Component per Order	(183)		
2	Interest Rate	1.00%	0.50%	0.50%
3	% of Year	100%	100%	100%
4	Interest on O Component (2009 = Line 1 x Line 2 x Line 3) (2010-2011 = Line 6 x Line 2 x Line 3)	(2)	(1)	(1)
5	Amount (Collected) / Refunded in Reconciliation	-	-	-
6	Ending Balance - O Component + Interest (Line 1 + Line 4 + Line 5)	<u>\$ (185)</u>	<u>\$ (186)</u>	\$ (187)
7	Company Cumulative O Component at 12/31/2011 (IAWC Exhibit 1.11R)			<u>(183)</u>
8	Staff Adjustment (Line 6 - Line 7)			<u>\$ (4)</u>

**Illinois American Water Company
Purchased Water Surcharge Reconciliation
South Beloit-Fixed
For the Year Ended December 31, 2011**

Line No.	Description (A)	As Filed Per Company (B)	Prior Orders O Component (C)	Adjustments (D)	Per Order (E)
<u>Balances to be Collected / (Refunded) from Prior Years</u>					
1	R Component as of 12/31/2010 per 2010 Reconciliation	\$ (729)	\$ (176)	\$ -	\$ (905)
2	O Component to be Collected / (Refunded) in future years	118	176	-	294
3	Cumulative (Over)/Under Recovery from Prior Years (Line 1 + Line 2)	<u>\$ (611)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (611)</u>
<u>Current Year (Over)/Under Recovery</u>					
4	2011 Costs	\$ 39,600	\$ -	\$ -	\$ 39,600
5	2011 Revenues	(38,953)	-	-	(38,953)
6	Other Adjustments - UAF in Excess of Tariff	-	-	-	-
7	Interest	-	-	-	-
8	Prior Orders O Component	-	178	-	178
9	Current Year (Over)/Under Recovery (Sum of Lines 4 thru 8)	<u>\$ 647</u>	<u>\$ 178</u>	<u>\$ -</u>	<u>\$ 825</u>
10	Cumulative (Over)/Under Recovery at 12/31/11 (Line 3 + Line 9)	<u>\$ 36</u>	<u>\$ 178</u>	<u>\$ -</u>	<u>\$ 214</u>
<u>Disposition of Prior Years R and O Components</u>					
11	R Component to be Collected / (Refunded) in 2012	\$ (82)	\$ -	\$ -	\$ (82)
12	O Component to be Collected / (Refunded) in future years	118	178	-	296
13	2011 O Component to be Collected / (Refunded) (Line 10-11-12)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
14	Cumulative (Over)/Under Recovery at 12/31/2011 (Line 11+12+13)	<u>\$ 36</u>	<u>\$ 178</u>	<u>\$ -</u>	<u>\$ 214</u>

Sources:

- Column (B): IAWC Exhibit 1.11R
- Column (C): Sch. 2.2, p. 2
- Column (D):
- Column (E): Col. (B) + (C) + (D)

**Illinois American Water Company
Purchased Sewer Surcharge Reconciliation
South Beloit-Fixed
Staff Adjustment - Prior Years O Component and Interest Calculation**

Line No.	Description (A)	2009 (B)	2010 (C)	2011 (D)
<u>Docket No. 09-0151</u>				
1	O Component per Order	(19)		
2	Interest Rate	1.00%	0.50%	0.50%
3	% of Year	100%	100%	100%
4	Interest on O Component (2009 = Line 1 x Line 2 x Line 3) (2010-2011 = Line 6 x Line 2 x Line 3)	-	-	-
5	Amount (Collected) / Refunded in Reconciliation	-	-	-
6	Ending Balance - O Component + Interest (Line 1 + Line 4 + Line 5)	<u>\$ (19)</u>	<u>\$ (19)</u>	<u>\$ (19)</u>
<u>Docket No. 10-0203</u>				
7	O Component per Order		137	
8	Interest Rate		0.50%	0.50%
9	% of Year		100%	100%
10	Interest on O Component (2010 = Line 7 x Line 8 x Line 9) (2011 = Line 12 x Line 8 x Line 9)		1	1
11	Amount (Collected) / Refunded in Reconciliation		-	-
12	Ending Balance - O Component + Interest (Line 7 + Line 10 + Line 11)		<u>\$ 138</u>	<u>\$ 138</u>
<u>Docket No. 11-0265</u>				
13	O Component per Order			176
14	Interest Rate			0.50%
15	% of Year			100%
16	Interest on O Component (2011 = Line 12 x Line 8 x Line 9)			1
17	Amount (Collected) / Refunded in Reconciliation			-
18	Ending Balance - O Component + Interest (Line 13 + Line 16 + Line 17)			<u>\$ 177</u>
19	Staff Cumulative O Component at 12/31/2011 (Line 6 + Line 12 + Line 18)			\$ 296
20	Company Cumulative O Component at 12/31/2011 (IAWC Exhibit 1.11R)			<u>118</u>
21	Staff Adjustment (Line 19 - Line 20)			<u>\$ 178</u>