

Wanship Water Company, LLC
 General Rate Case Increase
Capital Reserves

Exhibit 2.5
 Docket No. 23-067-01
 9/27/2023

	A	B	C	D
Annual Capital Reserve Account Funding	Amount <i>[From Application]</i>	Annual Depreciation Expense <i>[From Exh 2.6]</i>	Adjustment (Col D minus Col B)	Adjusted Amount <i>[From Exh 2.6]</i>
1 Annual Depreciation Expense	\$ 5,000.00	\$ 3,738.00	\$ 1,262.00	\$ 5,000.00
2 Total Annual Capital Reserve Account Funding:				\$ 5,000.00

Comments:

The Capital Reserve Account is funded through rates and will be used primarily for qualifying expenses (capital replacements and improvements) as needed. Capital Reserves are funded through rates paid equally by all connected and standby customers.

Wanship requested that a \$5,000 reserve funding requirement be included. Because most of the assets in the Company are already fully depreciated there is limited depreciation expense to be used in calculating the reserve account, thus the reserve requirement is much lower than than it otherwise would be to start saving money to replace an aging infrastructure.