

Wanship Water Company, LLC
 General Rate Case Increase
Contribution in Aid of Construction (CIAC) & Amortization of CIAC

Exhibit 2.7
 Docket No. 23-067-01
 9/27/2023

Depreciation Rates for Water Utilities Per R746-332				2021 Plant Accounts						
NARUC Acct #	Account Name	Depreciation Rate Applied	Average Service Life (Years)	Beginning Balance	Division Adjustments (Investments by Company)	Additions	Balance at end of Year	Prior Year's Accumulated Amortization	Annual Amortization Expense for Year	Accumulated Amortization through the end of Year
	Depreciable									
1	304 Structures and Improvements	2.9%	35	\$ -		\$ 42,000.00	\$ 42,000.00		\$ (1,218.00)	\$ 1,218.00
2	305 Collecting and Impounding Reservoirs	2.0%	50				-	-	-	-
3	306 Lakes, Rivers, and Other Intakes	2.9%	35				-		-	-
4	307 Wells and Springs	4.0%	25				-		-	-
5	308 Infiltration Galleries and Tunnels	4.0%	25				-		-	-
6	309 Supply Mains	2.0%	50				-		-	-
7	309 New 4" PVC Pipe	2.0%	50							
8	310 Power Generation Equipment	9.0%	10				-		-	-
9	311 Pumping Equipment	5.0%	20				-		-	-
10	311 New: Lower Pump Station	5.0%	20						-	
11	311 New: Upper Pump Station	5.0%	20							
12	311 New: Incidentals to Construct Pump Stations	5.0%	20							
13	320 Water Treatment Equipment	5.0%	20				-		-	-
14	330 Distribution Reservoirs and Standpipes	3.3%	30				-		-	-
15	331 Transmission and Distribution Mains	2.0%	50				-	-	-	-
16	333 Services	3.3%	30				-		-	-
17	334 Meters and Meter Installations	2.6%	35				-	-	-	-
18	335 Hydrants	2.4%	40				-	-	-	-
19	336 Backflow Prevention Devices	2.9%	35				-		-	-
20	339 Other Plant and Miscellaneous Equipment	9.0%	10				-		-	-
21	340 Office Furniture and Equipment	4.8%	20				-		-	-
22	341 Transportation Equipment	12.9%	7				-		-	-
23	342 Stores Equipment	5.0%	20				-		-	-
24	343 Tools, Shop and Garage Equipment	6.3%	15				-		-	-
25	344 Laboratory Equipment	6.7%	15				-		-	-
26	345 Power Operated Equipment	9.0%	10				-		-	-
27	346 Communication Equipment	9.0%	10				-	-	-	-
28	346 New: SCADA System	9.0%	10					-	-	-
29	347 Miscellaneous Equipment (Pumping Equipment)	9.0%	10			28,000.00	28,000.00		(2,520.00)	2,520.00
30	348 Other Tangible Plant	9.0%	10				-		-	-
31		Total		\$ 0.00	\$ 0.00	\$ 70,000.00	\$ 70,000.00	\$ 0.00	\$ (3,738.00)	\$ 3,738.00

[To Exh 2.8]

[To Exh 2.5]

[To Exh 2.8]

Assets (infrastructure) contributed (donated) to the water company are referred to as Contribution in Aid of Construction (CIAC). Most water companies have all or a majority of their assets contributed by the developer. Even though these assets are donated to the Company at no cost or obligation to repay on the part of the Company, they must be maintained and replaced by the Company at the Company's expense. Since CIAC is not an investment by the Company, it is subtracted from the rate base.

Wanship Water Company, LLC
 General Rate Case Increase
Contribution in Aid of Construction (CIAC) & Amortization of CIAC

Exhibit 2.7
 Docket No. 23-067-01
 9/27/2023

Depreciation Rates for Water Utilities Per R746-332				2021 Plant Accounts						
NARUC Acct #	Account Name	Depreciation Rate Applied	Average Service Life (Years)	Beginning Balance	Division Adjustments (Investments by Company)	Additions	Balance at end of Year	Prior Year's Accumulated Amortization	Annual Amortization Expense for Year	Accumulated Amortization through the end of Year