RPU-2009-0004

FILED WITH
Executive Secretary

April 30, 2009

IOWA UTILITIES BOARD

SECTION 7

Iowa-American Water Company
All Divisions
311.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1992 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1992	25.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	2,760.00	0.00	0.00%	1,018.00	36.88%	(1,018.00)	-36.88%
1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	242.59	0.00	0.00%	36.25	14.94%	(36.25)	-14.94%
2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
311.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1992 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1992 - 1994	25.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	2,760.00	0.00	0.00%	1,018.00	36.88%	(1,018.00)	-36.88%
1995 - 1997	2,760.00	0.00	0.00%	1,018.00	36.88%	(1,018.00)	-36.88%
1996 - 1998	2,760.00	0.00	0.00%	1,018.00	36.88%	(1,018.00)	-36.88%
1997 - 1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998 - 2000	242.59	0.00	0.00%	36.25	14.94%	(36.25)	-14.94%
1999 - 2001	242.59	0.00	0.00%	36.25	14.94%	(36.25)	-14.94%
2000 - 2002	242.59	0.00	0.00%	36.25	14.94%	(36.25)	-14.94%
2001 - 2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
311.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1992 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1992 - 2007	3,027.59	0.00	0.00	1,054.25	34.82	(1,054.25)	-34.82

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	55.0
Average Retirement Age (Yrs)	4.6
Years To ASL	50.4
Inflation Factor At 2.75% to ASL	3.92

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	136.59%
Net Salvage	-136.59%

Iowa-American Water Company
All Divisions
313.00 LAKE, RIVER & OTHER INTAKES

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1989 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1989	517.00	0.00	0.00%	2,000.00	386.85%	(2,000.00)	-386.85%
1990	4,529.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	18,000.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
313.00 LAKE, RIVER & OTHER INTAKES

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1989 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1989 - 1991	23,046.00	0.00	0.00%	2,000.00	8.68%	(2,000.00)	-8.68%
1990 - 1992	22,529.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991 - 1993	18,000.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992 - 1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995 - 1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996 - 1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997 - 1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998 - 2000	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999 - 2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
313.00 LAKE, RIVER & OTHER INTAKES

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1989 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1989 - 2007	23,046.00	0.00	0.00	2,000.00	8.68	(2,000.00)	-8.68

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	45.0
Average Retirement Age (Yrs)	13.5
Years To ASL	31.5
Inflation Factor At 2.75% to ASL	2.35

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	20.40%
Net Salvage	-20.40%

Iowa-American Water Company
All Divisions
314.00 WELLS & SPRINGS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1985 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1985	1,682.00	225.00	13.38%	0.00	0.00%	225.00	13.38%
1986	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987	4,025.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	986.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	12,150.00	35.00	0.29%	3,056.00	25.15%	(3,021.00)	-24.86%
1993	5,205.00	0.00	0.00%	2,000.00	38.42%	(2,000.00)	-38.42%
1994	21,737.00	0.00	0.00%	1,530.00	7.04%	(1,530.00)	-7.04%
1995	13,628.00	329.00	2.41%	5,845.00	42.89%	(5,516.00)	-40.48%
1996	16,693.00	0.00	0.00%	2,814.00	16.86%	(2,814.00)	-16.86%
1997	17,151.30	0.00	0.00%	11,100.75	64.72%	(11,100.75)	-64.72%
1998	3,267.00	0.00	0.00%	2,332.00	71.38%	(2,332.00)	-71.38%
1999	31,125.46	0.00	0.00%	3,991.06	12.82%	(3,991.06)	-12.82%
2000	33,928.48	9,000.95	26.53%	6,137.15	18.09%	2,863.80	8.44%
2001	8,709.84	0.00	0.00%	3,562.86	40.91%	(3,562.86)	-40.91%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	12,534.51	0.00	0.00%	12,143.79	96.88%	(12,143.79)	-96.88%
2004	46,407.87	0.00	0.00%	9,762.49	21.04%	(9,762.49)	-21.04%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
314.00 WELLS & SPRINGS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1985 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1985 - 1987	5,707.00	225.00	3.94%	0.00	0.00%	225.00	3.94%
1986 - 1988	4,025.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987 - 1989	4,025.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988 - 1990	986.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989 - 1991	986.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990 - 1992	13,136.00	35.00	0.27%	3,056.00	23.26%	(3,021.00)	-23.00%
1991 - 1993	17,355.00	35.00	0.20%	5,056.00	29.13%	(5,021.00)	-28.93%
1992 - 1994	39,092.00	35.00	0.09%	6,586.00	16.85%	(6,551.00)	-16.76%
1993 - 1995	40,570.00	329.00	0.81%	9,375.00	23.11%	(9,046.00)	-22.30%
1994 - 1996	52,058.00	329.00	0.63%	10,189.00	19.57%	(9,860.00)	-18.94%
1995 - 1997	47,472.30	329.00	0.69%	19,759.75	41.62%	(19,430.75)	-40.93%
1996 - 1998	37,111.30	0.00	0.00%	16,246.75	43.78%	(16,246.75)	-43.78%
1997 - 1999	51,543.76	0.00	0.00%	17,423.81	33.80%	(17,423.81)	-33.80%
1998 - 2000	68,320.94	9,000.95	13.17%	12,460.21	18.24%	(3,459.26)	-5.06%
1999 - 2001	73,763.78	9,000.95	12.20%	13,691.07	18.56%	(4,690.12)	-6.36%
2000 - 2002	42,638.32	9,000.95	21.11%	9,700.01	22.75%	(699.06)	-1.64%
2001 - 2003	21,244.35	0.00	0.00%	15,706.65	73.93%	(15,706.65)	-73.93%
2002 - 2004	58,942.38	0.00	0.00%	21,906.28	37.17%	(21,906.28)	-37.17%
2003 - 2005	58,942.38	0.00	0.00%	21,906.28	37.17%	(21,906.28)	-37.17%
2004 - 2006	46,407.87	0.00	0.00%	9,762.49	21.04%	(9,762.49)	-21.04%
2005 - 2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
314.00 WELLS & SPRINGS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1985 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	%	Cost of Removal Amount	%	Net Salvage Amount	%
Three - Year Rolling Bands							
1985 - 2007	229,230.46	9,589.95	4.18	64,275.10	28.04	(54,685.15)	-23.86

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	40.0
Average Retirement Age (Yrs)	12.1
Years To ASL	27.9
Inflation Factor At 2.75% to ASL	2.13

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	5.06%
1993-2007	**15 - Year Trend**	4.51%
1998-2007	**10 - Year Trend**	0.53%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	59.76%
Net Salvage	-59.76%

Iowa-American Water Company
All Divisions
316.00 SUPPLY MAINS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1982	945.00	709.00	75.03%	0.00	0.00%	709.00	75.03%
1983	1.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	5,346.12	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	10,041.01	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
316.00 SUPPLY MAINS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 1984	946.00	709.00	74.95%	0.00	0.00%	709.00	74.95%
1983 - 1985	1.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984 - 1986	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985 - 1987	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986 - 1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987 - 1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988 - 1990	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989 - 1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990 - 1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991 - 1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992 - 1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995 - 1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996 - 1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997 - 1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998 - 2000	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999 - 2001	5,346.12	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	5,346.12	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	5,346.12	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	10,041.01	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	10,041.01	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	10,041.01	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
316.00 SUPPLY MAINS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1982 - 2007	16,333.13	709.00	4.34	0.00	0.00	709.00	4.34

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	52.0
Average Retirement Age (Yrs)	15.9
Years To ASL	36.1
Inflation Factor At 2.75% to ASL	2.66

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	0.00%
Net Salvage	0.00%

Iowa-American Water Company
All Divisions
321.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1983	201.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984	436.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985	1,172.00	0.00	0.00%	61.00	5.20%	(61.00)	-5.20%
1986	47,794.00	150.00	0.31%	1,693.00	3.54%	(1,543.00)	-3.23%
1987	5,773.00	0.00	0.00%	7,957.00	137.83%	(7,957.00)	-137.83%
1988	224.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	518.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	25,714.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	0.00	0.00	0.00%	1,559.00	0.00%	(1,559.00)	0.00%
1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	440.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	12,250.00	0.00	0.00%	100.00	0.82%	(100.00)	-0.82%
1995	1,180.00	0.00	0.00%	318.00	26.95%	(318.00)	-26.95%
1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	2,240.00	0.00	0.00%	170.00	7.59%	(170.00)	-7.59%
1998	47,919.52	0.00	0.00%	17,627.35	36.79%	(17,627.35)	-36.79%
1999	5,729.10	0.00	0.00%	325.92	5.69%	(325.92)	-5.69%
2000	850.00	0.00	0.00%	180.05	21.18%	(180.05)	-21.18%
2001	6,566.40	0.00	0.00%	19,241.88	293.04%	(19,241.88)	-293.04%
2002	24,767.57	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	52,926.61	0.00	0.00%	55,804.69	105.44%	(55,804.69)	-105.44%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	3,350.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	15,650.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	20,326.00	0.00	0.00%	1,200.00	5.90%	(1,200.00)	-5.90%

Iowa-American Water Company
All Divisions
321.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1983 - 1985	1,809.00	0.00	0.00%	61.00	3.37%	(61.00)	-3.37%
1984 - 1986	49,402.00	150.00	0.30%	1,754.00	3.55%	(1,604.00)	-3.25%
1985 - 1987	54,739.00	150.00	0.27%	9,711.00	17.74%	(9,561.00)	-17.47%
1986 - 1988	53,791.00	150.00	0.28%	9,650.00	17.94%	(9,500.00)	-17.66%
1987 - 1989	6,515.00	0.00	0.00%	7,957.00	122.13%	(7,957.00)	-122.13%
1988 - 1990	26,456.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989 - 1991	26,232.00	0.00	0.00%	1,559.00	5.94%	(1,559.00)	-5.94%
1990 - 1992	25,714.00	0.00	0.00%	1,559.00	6.06%	(1,559.00)	-6.06%
1991 - 1993	440.00	0.00	0.00%	1,559.00	354.32%	(1,559.00)	-354.32%
1992 - 1994	12,690.00	0.00	0.00%	100.00	0.79%	(100.00)	-0.79%
1993 - 1995	13,870.00	0.00	0.00%	418.00	3.01%	(418.00)	-3.01%
1994 - 1996	13,430.00	0.00	0.00%	418.00	3.11%	(418.00)	-3.11%
1995 - 1997	3,420.00	0.00	0.00%	488.00	14.27%	(488.00)	-14.27%
1996 - 1998	50,159.52	0.00	0.00%	17,797.35	35.48%	(17,797.35)	-35.48%
1997 - 1999	55,888.62	0.00	0.00%	18,123.27	32.43%	(18,123.27)	-32.43%
1998 - 2000	54,498.62	0.00	0.00%	18,133.32	33.27%	(18,133.32)	-33.27%
1999 - 2001	13,145.50	0.00	0.00%	19,747.85	150.23%	(19,747.85)	-150.23%
2000 - 2002	32,183.97	0.00	0.00%	19,421.93	60.35%	(19,421.93)	-60.35%
2001 - 2003	84,260.58	0.00	0.00%	75,046.57	89.06%	(75,046.57)	-89.06%
2002 - 2004	77,694.18	0.00	0.00%	55,804.69	71.83%	(55,804.69)	-71.83%
2003 - 2005	56,276.61	0.00	0.00%	55,804.69	99.16%	(55,804.69)	-99.16%
2004 - 2006	19,000.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	39,326.00	0.00	0.00%	1,200.00	3.05%	(1,200.00)	-3.05%

Iowa-American Water Company
All Divisions
321.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1983 - 2007	276,027.20	150.00	0.05	106,237.89	38.49	(106,087.89)	-38.43

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	50.0
Average Retirement Age (Yrs)	7.8
Years To ASL	42.2
Inflation Factor At 2.75% to ASL	3.14

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	120.78%
Net Salvage	-120.78%

Iowa-American Water Company
All Divisions
323.00 OTHER POWER PRODUCTION PLANT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1999 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1999	1,200.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	2,737.18	0.00	0.00%	5,827.92	212.92%	(5,827.92)	-212.92%
2002	3,611.82	0.00	0.00%	1,524.33	42.20%	(1,524.33)	-42.20%
2003	401.00	0.00	0.00%	1,576.91	393.24%	(1,576.91)	-393.24%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	37,899.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	3,810.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
323.00 OTHER POWER PRODUCTION PLANT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1999 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1999 - 2001	3,937.18	0.00	0.00%	5,827.92	148.02%	(5,827.92)	-148.02%
2000 - 2002	6,349.00	0.00	0.00%	7,352.25	115.80%	(7,352.25)	-115.80%
2001 - 2003	6,750.00	0.00	0.00%	8,929.16	132.28%	(8,929.16)	-132.28%
2002 - 2004	4,012.82	0.00	0.00%	3,101.24	77.28%	(3,101.24)	-77.28%
2003 - 2005	401.00	0.00	0.00%	1,576.91	393.24%	(1,576.91)	-393.24%
2004 - 2006	37,899.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	41,709.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999 - 2007	49,659.00	0.00	0.00	8,929.16	17.98	(8,929.16)	-17.98

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	25.0
Average Retirement Age (Yrs)	5.4
Years To ASL	19.6
Inflation Factor At 2.75% to ASL	1.70

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	30.62%
Net Salvage	-30.62%

Iowa-American Water Company
All Divisions
325.00 ELECTRIC PUMPING EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1982	273.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1983	900.00	0.00	0.00%	61.00	6.78%	(61.00)	-6.78%
1984	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985	5,453.00	0.00	0.00%	63.00	1.16%	(63.00)	-1.16%
1986	35,235.00	0.00	0.00%	154.00	0.44%	(154.00)	-0.44%
1987	33,977.00	0.00	0.00%	32,832.00	96.63%	(32,832.00)	-96.63%
1988	1,466.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	11,378.00	0.00	0.00%	570.00	5.01%	(570.00)	-5.01%
1990	54,708.00	0.00	0.00%	750.00	1.37%	(750.00)	-1.37%
1991	42,717.00	42,717.00	100.00%	33,002.00	77.26%	9,715.00	22.74%
1992	683.00	0.00	0.00%	115.00	16.84%	(115.00)	-16.84%
1993	24,091.00	5,266.00	21.86%	2,778.00	11.53%	2,488.00	10.33%
1994	7,109.00	0.00	0.00%	150.00	2.11%	(150.00)	-2.11%
1995	6,996.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	36,137.00	0.00	0.00%	200.00	0.55%	(200.00)	-0.55%
1997	5,537.58	0.00	0.00%	905.56	16.35%	(905.56)	-16.35%
1998	38,832.09	0.00	0.00%	9,875.76	25.43%	(9,875.76)	-25.43%
1999	2,448.80	0.00	0.00%	1,123.80	45.89%	(1,123.80)	-45.89%
2000	11,760.64	0.00	0.00%	1,164.17	9.90%	(1,164.17)	-9.90%
2001	166,667.58	0.00	0.00%	36,945.56	22.17%	(36,945.56)	-22.17%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	8,530.40	0.00	0.00%	18,090.76	212.07%	(18,090.76)	-212.07%
2004	32,367.91	0.00	0.00%	3,337.64	10.31%	(3,337.64)	-10.31%
2005	4,302.86	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	9,135.00	0.00	0.00%	3,017.00	33.03%	(3,017.00)	-33.03%
2007	63,906.00	0.00	0.00%	41,911.00	65.58%	(41,911.00)	-65.58%

Iowa-American Water Company
All Divisions
325.00 ELECTRIC PUMPING EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 1984	1,173.00	0.00	0.00%	61.00	5.20%	(61.00)	-5.20%
1983 - 1985	6,353.00	0.00	0.00%	124.00	1.95%	(124.00)	-1.95%
1984 - 1986	40,688.00	0.00	0.00%	217.00	0.53%	(217.00)	-0.53%
1985 - 1987	74,665.00	0.00	0.00%	33,049.00	44.26%	(33,049.00)	-44.26%
1986 - 1988	70,678.00	0.00	0.00%	32,986.00	46.67%	(32,986.00)	-46.67%
1987 - 1989	46,821.00	0.00	0.00%	33,402.00	71.34%	(33,402.00)	-71.34%
1988 - 1990	67,552.00	0.00	0.00%	1,320.00	1.95%	(1,320.00)	-1.95%
1989 - 1991	108,803.00	42,717.00	39.26%	34,322.00	31.55%	8,395.00	7.72%
1990 - 1992	98,108.00	42,717.00	43.54%	33,867.00	34.52%	8,850.00	9.02%
1991 - 1993	67,491.00	47,983.00	71.10%	35,895.00	53.18%	12,088.00	17.91%
1992 - 1994	31,883.00	5,266.00	16.52%	3,043.00	9.54%	2,223.00	6.97%
1993 - 1995	38,196.00	5,266.00	13.79%	2,928.00	7.67%	2,338.00	6.12%
1994 - 1996	50,242.00	0.00	0.00%	350.00	0.70%	(350.00)	-0.70%
1995 - 1997	48,670.58	0.00	0.00%	1,105.56	2.27%	(1,105.56)	-2.27%
1996 - 1998	80,506.67	0.00	0.00%	10,981.32	13.64%	(10,981.32)	-13.64%
1997 - 1999	46,818.47	0.00	0.00%	11,905.12	25.43%	(11,905.12)	-25.43%
1998 - 2000	53,041.53	0.00	0.00%	12,163.73	22.93%	(12,163.73)	-22.93%
1999 - 2001	180,877.02	0.00	0.00%	39,233.53	21.69%	(39,233.53)	-21.69%
2000 - 2002	178,428.22	0.00	0.00%	38,109.73	21.36%	(38,109.73)	-21.36%
2001 - 2003	175,197.98	0.00	0.00%	55,036.32	31.41%	(55,036.32)	-31.41%
2002 - 2004	40,898.31	0.00	0.00%	21,428.40	52.39%	(21,428.40)	-52.39%
2003 - 2005	45,201.17	0.00	0.00%	21,428.40	47.41%	(21,428.40)	-47.41%
2004 - 2006	45,805.77	0.00	0.00%	6,354.64	13.87%	(6,354.64)	-13.87%
2005 - 2007	77,343.86	0.00	0.00%	44,928.00	58.09%	(44,928.00)	-58.09%

Iowa-American Water Company
All Divisions
325.00 ELECTRIC PUMPING EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	%	Cost of Removal Amount	%	Net Salvage Amount	%
Three - Year Rolling Bands							
1982 - 2007	604,611.86	47,983.00	7.94	187,046.25	30.94	(139,063.25)	-23.00

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	40.0
Average Retirement Age (Yrs)	8.8
Years To ASL	31.2
Inflation Factor At 2.75% to ASL	2.33

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00% *
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	72.22%
Net Salvage	-72.22%

Iowa-American Water Company
All Divisions
328.00 OTHER PUMPING EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1989 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1989	309.00	0.00	0.00%	1,092.00	353.40%	(1,092.00)	-353.40%
1990	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	2,901.82	0.00	0.00%	8,661.09	298.47%	(8,661.09)	-298.47%
2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	742.03	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
328.00 OTHER PUMPING EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1989 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1989 - 1991	309.00	0.00	0.00%	1,092.00	353.40%	(1,092.00)	-353.40%
1990 - 1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991 - 1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992 - 1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995 - 1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996 - 1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997 - 1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998 - 2000	2,901.82	0.00	0.00%	8,661.09	298.47%	(8,661.09)	-298.47%
1999 - 2001	2,901.82	0.00	0.00%	8,661.09	298.47%	(8,661.09)	-298.47%
2000 - 2002	2,901.82	0.00	0.00%	8,661.09	298.47%	(8,661.09)	-298.47%
2001 - 2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	742.03	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	742.03	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	742.03	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
328.00 OTHER PUMPING EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1989 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1989 - 2007	3,952.85	0.00	0.00	9,753.09	246.74	(9,753.09)	-246.74

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	35.0
Average Retirement Age (Yrs)	7.1
Years To ASL	27.9
Inflation Factor At 2.75% to ASL	2.13

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	526.14%
Net Salvage	-526.14%

Iowa-American Water Company
All Divisions
331.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1983	166.00	0.00	0.00%	144.00	86.75%	(144.00)	-86.75%
1984	6,855.00	0.00	0.00%	527.00	7.69%	(527.00)	-7.69%
1985	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986	2,355.00	0.00	0.00%	188.00	7.98%	(188.00)	-7.98%
1987	28,056.00	0.00	0.00%	1,346.00	4.80%	(1,346.00)	-4.80%
1988	0.00	0.00	0.00%	207.00	0.00%	(207.00)	0.00%
1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	44,101.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	1,304.00	0.00	0.00%	3,580.00	274.54%	(3,580.00)	-274.54%
1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	4,166.00	1,495.00	35.89%	77.00	1.85%	1,418.00	34.04%
1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	1,229,230.00	0.00	0.00%	144,076.00	11.72%	(144,076.00)	-11.72%
1998	434,730.00	108.90	0.03%	58,813.38	13.53%	(58,704.48)	-13.50%
1999	11,474.82	0.00	0.00%	3,900.00	33.99%	(3,900.00)	-33.99%
2000	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	5,978.05	0.00	0.00%	17,500.00	292.74%	(17,500.00)	-292.74%
2002	692.67	0.00	0.00%	3,367.40	486.15%	(3,367.40)	-486.15%
2003	3,799.06	0.00	0.00%	23.79	0.63%	(23.79)	-0.63%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	3,000.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	6,836.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
331.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1983 - 1985	7,021.00	0.00	0.00%	671.00	9.56%	(671.00)	-9.56%
1984 - 1986	9,210.00	0.00	0.00%	715.00	7.76%	(715.00)	-7.76%
1985 - 1987	30,411.00	0.00	0.00%	1,534.00	5.04%	(1,534.00)	-5.04%
1986 - 1988	30,411.00	0.00	0.00%	1,741.00	5.72%	(1,741.00)	-5.72%
1987 - 1989	28,056.00	0.00	0.00%	1,553.00	5.54%	(1,553.00)	-5.54%
1988 - 1990	44,101.00	0.00	0.00%	207.00	0.47%	(207.00)	-0.47%
1989 - 1991	45,405.00	0.00	0.00%	3,580.00	7.88%	(3,580.00)	-7.88%
1990 - 1992	45,405.00	0.00	0.00%	3,580.00	7.88%	(3,580.00)	-7.88%
1991 - 1993	1,304.00	0.00	0.00%	3,580.00	274.54%	(3,580.00)	-274.54%
1992 - 1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	4,166.00	1,495.00	35.89%	77.00	1.85%	1,418.00	34.04%
1994 - 1996	4,166.00	1,495.00	35.89%	77.00	1.85%	1,418.00	34.04%
1995 - 1997	1,233,396.00	1,495.00	0.12%	144,153.00	11.69%	(142,658.00)	-11.57%
1996 - 1998	1,663,960.00	108.90	0.01%	202,889.38	12.19%	(202,780.48)	-12.19%
1997 - 1999	1,675,434.82	108.90	0.01%	206,789.38	12.34%	(206,680.48)	-12.34%
1998 - 2000	446,204.82	108.90	0.02%	62,713.38	14.05%	(62,604.48)	-14.03%
1999 - 2001	17,452.87	0.00	0.00%	21,400.00	122.62%	(21,400.00)	-122.62%
2000 - 2002	6,670.72	0.00	0.00%	20,867.40	312.82%	(20,867.40)	-312.82%
2001 - 2003	10,469.78	0.00	0.00%	20,891.19	199.54%	(20,891.19)	-199.54%
2002 - 2004	4,491.73	0.00	0.00%	3,391.19	75.50%	(3,391.19)	-75.50%
2003 - 2005	3,799.06	0.00	0.00%	23.79	0.63%	(23.79)	-0.63%
2004 - 2006	3,000.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	9,836.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
331.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1983 - 2007	1,782,743.60	1,603.90	0.09	233,749.57	13.11	(232,145.67)	-13.02

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	60.0
Average Retirement Age (Yrs)	6.8
Years To ASL	53.2
Inflation Factor At 2.75% to ASL	4.24

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	1.33%
1993-2007	**15 - Year Trend**	0.00% *
1998-2007	**10 - Year Trend**	0.00% *
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	55.58%
Net Salvage	-55.58%

Iowa-American Water Company
All Divisions
332.00, 332.10, 332.20

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1983	5,618.00	0.00	0.00%	148.00	2.63%	(148.00)	-2.63%
1984	21,319.00	0.00	0.00%	694.00	3.26%	(694.00)	-3.26%
1985	12,410.00	100.00	0.81%	368.00	2.97%	(268.00)	-2.16%
1986	9,428.00	404.00	4.29%	0.00	0.00%	404.00	4.29%
1987	5,819.00	100.00	1.72%	607.00	10.43%	(507.00)	-8.71%
1988	2,536.00	0.00	0.00%	150.00	5.91%	(150.00)	-5.91%
1989	5,710.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	506,258.00	0.00	0.00%	88,625.00	17.51%	(88,625.00)	-17.51%
1991	96,418.00	0.00	0.00%	58,846.00	61.03%	(58,846.00)	-61.03%
1992	9,385.00	0.00	0.00%	598.00	6.37%	(598.00)	-6.37%
1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	1,560.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	20,390.00	0.00	0.00%	534.00	2.62%	(534.00)	-2.62%
1996	25,185.00	0.00	0.00%	1,144.00	4.54%	(1,144.00)	-4.54%
1997	25,488.35	0.00	0.00%	6,230.00	24.44%	(6,230.00)	-24.44%
1998	139,899.43	0.00	0.00%	99,870.84	71.39%	(99,870.84)	-71.39%
1999	24,207.98	0.00	0.00%	5,657.04	23.37%	(5,657.04)	-23.37%
2000	13,926.21	0.00	0.00%	9,432.00	67.73%	(9,432.00)	-67.73%
2001	49,865.74	0.00	0.00%	200.00	0.40%	(200.00)	-0.40%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	2,388.72	0.00	0.00%	12,330.53	516.20%	(12,330.53)	-516.20%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	3,406.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	842.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
332.00, 332.10, 332.20

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1983 - 1985	39,347.00	100.00	0.25%	1,210.00	3.08%	(1,110.00)	-2.82%
1984 - 1986	43,157.00	504.00	1.17%	1,062.00	2.46%	(558.00)	-1.29%
1985 - 1987	27,657.00	604.00	2.18%	975.00	3.53%	(371.00)	-1.34%
1986 - 1988	17,783.00	504.00	2.83%	757.00	4.26%	(253.00)	-1.42%
1987 - 1989	14,065.00	100.00	0.71%	757.00	5.38%	(657.00)	-4.67%
1988 - 1990	514,504.00	0.00	0.00%	88,775.00	17.25%	(88,775.00)	-17.25%
1989 - 1991	608,386.00	0.00	0.00%	147,471.00	24.24%	(147,471.00)	-24.24%
1990 - 1992	612,061.00	0.00	0.00%	148,069.00	24.19%	(148,069.00)	-24.19%
1991 - 1993	105,803.00	0.00	0.00%	59,444.00	56.18%	(59,444.00)	-56.18%
1992 - 1994	10,945.00	0.00	0.00%	598.00	5.46%	(598.00)	-5.46%
1993 - 1995	21,950.00	0.00	0.00%	534.00	2.43%	(534.00)	-2.43%
1994 - 1996	47,135.00	0.00	0.00%	1,678.00	3.56%	(1,678.00)	-3.56%
1995 - 1997	71,063.35	0.00	0.00%	7,908.00	11.13%	(7,908.00)	-11.13%
1996 - 1998	190,572.78	0.00	0.00%	107,244.84	56.28%	(107,244.84)	-56.28%
1997 - 1999	189,595.76	0.00	0.00%	111,757.88	58.95%	(111,757.88)	-58.95%
1998 - 2000	178,033.62	0.00	0.00%	114,959.88	64.57%	(114,959.88)	-64.57%
1999 - 2001	87,999.93	0.00	0.00%	15,289.04	17.37%	(15,289.04)	-17.37%
2000 - 2002	63,791.95	0.00	0.00%	9,632.00	15.10%	(9,632.00)	-15.10%
2001 - 2003	49,865.74	0.00	0.00%	200.00	0.40%	(200.00)	-0.40%
2002 - 2004	2,388.72	0.00	0.00%	12,330.53	516.20%	(12,330.53)	-516.20%
2003 - 2005	2,388.72	0.00	0.00%	12,330.53	516.20%	(12,330.53)	-516.20%
2004 - 2006	5,794.72	0.00	0.00%	12,330.53	212.79%	(12,330.53)	-212.79%
2005 - 2007	4,248.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
332.00, 332.10, 332.20

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1983 - 2007	982,060.43	604.00	0.06	285,434.41	29.06	(284,830.41)	-29.00

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	40.2
Average Retirement Age (Yrs)	6.6
Years To ASL	33.6
Inflation Factor At 2.75% to ASL	2.49

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	72.22%
Net Salvage	-72.22%

Iowa-American Water Company
All Divisions
342.00 DIST. RESERVOIRS & STANDPIPES

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1982	642.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1983	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985	2,225.00	0.00	0.00%	153.00	6.88%	(153.00)	-6.88%
1986	48,857.00	1,409.00	2.88%	0.00	0.00%	1,409.00	2.88%
1987	6,359.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	2,446.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	611.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	1,589.00	0.00	0.00%	50.00	3.15%	(50.00)	-3.15%
1992	820.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	2,534.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	2,852.00	0.00	0.00%	200.00	7.01%	(200.00)	-7.01%
1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	13,950.16	2,674.91	19.17%	116.32	0.83%	2,558.59	18.34%
2000	2,666.47	0.00	0.00%	853.05	31.99%	(853.05)	-31.99%
2001	3,305.51	0.00	0.00%	2,931.31	88.68%	(2,931.31)	-88.68%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	1,416.00	0.00	0.00%	169.77	11.99%	(169.77)	-11.99%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	8,000.00	0.00	0.00%	10,800.00	135.00%	(10,800.00)	-135.00%
2007	333.00	0.00	0.00%	540.00	162.16%	(540.00)	-162.16%

Iowa-American Water Company
All Divisions
342.00 DIST. RESERVOIRS & STANDPIPES

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 1984	642.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1983 - 1985	2,225.00	0.00	0.00%	153.00	6.88%	(153.00)	-6.88%
1984 - 1986	51,082.00	1,409.00	2.76%	153.00	0.30%	1,256.00	2.46%
1985 - 1987	57,441.00	1,409.00	2.45%	153.00	0.27%	1,256.00	2.19%
1986 - 1988	55,216.00	1,409.00	2.55%	0.00	0.00%	1,409.00	2.55%
1987 - 1989	8,805.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988 - 1990	3,057.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989 - 1991	4,646.00	0.00	0.00%	50.00	1.08%	(50.00)	-1.08%
1990 - 1992	3,020.00	0.00	0.00%	50.00	1.66%	(50.00)	-1.66%
1991 - 1993	4,943.00	0.00	0.00%	50.00	1.01%	(50.00)	-1.01%
1992 - 1994	3,354.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	2,534.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	2,852.00	0.00	0.00%	200.00	7.01%	(200.00)	-7.01%
1995 - 1997	2,852.00	0.00	0.00%	200.00	7.01%	(200.00)	-7.01%
1996 - 1998	2,852.00	0.00	0.00%	200.00	7.01%	(200.00)	-7.01%
1997 - 1999	13,950.16	2,674.91	19.17%	116.32	0.83%	2,558.59	18.34%
1998 - 2000	16,616.63	2,674.91	16.10%	969.37	5.83%	1,705.54	10.26%
1999 - 2001	19,922.14	2,674.91	13.43%	3,900.68	19.58%	(1,225.77)	-6.15%
2000 - 2002	5,971.98	0.00	0.00%	3,784.36	63.37%	(3,784.36)	-63.37%
2001 - 2003	3,305.51	0.00	0.00%	2,931.31	88.68%	(2,931.31)	-88.68%
2002 - 2004	1,416.00	0.00	0.00%	169.77	11.99%	(169.77)	-11.99%
2003 - 2005	1,416.00	0.00	0.00%	169.77	11.99%	(169.77)	-11.99%
2004 - 2006	9,416.00	0.00	0.00%	10,969.77	116.50%	(10,969.77)	-116.50%
2005 - 2007	8,333.00	0.00	0.00%	11,340.00	136.09%	(11,340.00)	-136.09%

Iowa-American Water Company
All Divisions
342.00 DIST. RESERVOIRS & STANDPIPES

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1982 - 2007	98,606.14	4,083.91	4.14	15,813.45	16.04	(11,729.54)	-11.90

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	100.0
Average Retirement Age (Yrs)	6.5
Years To ASL	93.5
Inflation Factor At 2.75% to ASL	12.65

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	4.01%
1993-2007	**15 - Year Trend**	3.08%
1998-2007	**10 - Year Trend**	0.00% *
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	202.89%
Net Salvage	-202.89%

Iowa-American Water Company
All Divisions
343.00, 343.01, 343.11, 343.20

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1982	15,249.00	11,611.00	76.14%	6,278.00	41.17%	5,333.00	34.97%
1983	23,204.00	102.00	0.44%	1,540.00	6.64%	(1,438.00)	-6.20%
1984	9,953.00	11,682.00	117.37%	8,422.00	84.62%	3,260.00	32.75%
1985	15,094.00	15,351.00	101.70%	5,370.00	35.58%	9,981.00	66.13%
1986	5,226.00	14,272.00	273.10%	9,504.00	181.86%	4,768.00	91.24%
1987	46,498.00	14,567.00	31.33%	11,719.00	25.20%	2,848.00	6.12%
1988	62,734.00	6,266.00	9.99%	3,947.00	6.29%	2,319.00	3.70%
1989	22,274.00	21,406.00	96.10%	9,137.00	41.02%	12,269.00	55.08%
1990	15,961.00	17,054.00	106.85%	6,876.00	43.08%	10,178.00	63.77%
1991	11,280.00	3,288.00	29.15%	8,296.00	73.55%	(5,008.00)	-44.40%
1992	37,198.00	21,175.00	56.93%	6,571.00	17.66%	14,604.00	39.26%
1993	11,642.00	94,027.00	807.65%	9,288.00	79.78%	84,739.00	727.87%
1994	4,082.00	11,242.00	275.40%	10,452.00	256.05%	790.00	19.35%
1995	32,453.00	14,067.00	43.35%	17,874.00	55.08%	(3,807.00)	-11.73%
1996	27,096.00	5,439.00	20.07%	22,114.00	81.61%	(16,675.00)	-61.54%
1997	24,355.98	7,476.93	30.70%	24,326.26	99.88%	(16,849.33)	-69.18%
1998	16,123.87	3,590.12	22.27%	30,497.53	189.15%	(26,907.41)	-166.88%
1999	14,564.63	0.00	0.00%	46,404.51	318.61%	(46,404.51)	-318.61%
2000	48,926.92	11,349.96	23.20%	128,681.12	263.01%	(117,331.16)	-239.81%
2001	9,703.06	2,679.14	27.61%	17,449.34	179.83%	(14,770.20)	-152.22%
2002	4,202.48	3,897.67	92.75%	43,925.29	1045.22%	(40,027.62)	-952.48%
2003	1,007.01	5,684.85	564.53%	90,540.94	8991.07%	(84,856.09)	-8426.54%
2004	2,420.29	0.00	0.00%	51,624.46	2132.99%	(51,624.46)	-2132.99%
2005	6,348.89	2,787.45	43.90%	(3,850.50)	-60.65%	6,637.95	104.55%
2006	56,874.00	11,299.17	19.87%	66,806.00	117.46%	(55,506.83)	-97.60%
2007	31,916.00	0.00	0.00%	16,549.00	51.85%	(16,549.00)	-51.85%

Iowa-American Water Company
All Divisions
343.00, 343.01, 343.11, 343.20

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 1984	48,406.00	23,395.00	48.33%	16,240.00	33.55%	7,155.00	14.78%
1983 - 1985	48,251.00	27,135.00	56.24%	15,332.00	31.78%	11,803.00	24.46%
1984 - 1986	30,273.00	41,305.00	136.44%	23,296.00	76.95%	18,009.00	59.49%
1985 - 1987	66,818.00	44,190.00	66.13%	26,593.00	39.80%	17,597.00	26.34%
1986 - 1988	114,458.00	35,105.00	30.67%	25,170.00	21.99%	9,935.00	8.68%
1987 - 1989	131,506.00	42,239.00	32.12%	24,803.00	18.86%	17,436.00	13.26%
1988 - 1990	100,969.00	44,726.00	44.30%	19,960.00	19.77%	24,766.00	24.53%
1989 - 1991	49,515.00	41,748.00	84.31%	24,309.00	49.09%	17,439.00	35.22%
1990 - 1992	64,439.00	41,517.00	64.43%	21,743.00	33.74%	19,774.00	30.69%
1991 - 1993	60,120.00	118,490.00	197.09%	24,155.00	40.18%	94,335.00	156.91%
1992 - 1994	52,922.00	126,444.00	238.93%	26,311.00	49.72%	100,133.00	189.21%
1993 - 1995	48,177.00	119,336.00	247.70%	37,614.00	78.07%	81,722.00	169.63%
1994 - 1996	63,631.00	30,748.00	48.32%	50,440.00	79.27%	(19,692.00)	-30.95%
1995 - 1997	83,904.98	26,982.93	32.16%	64,314.26	76.65%	(37,331.33)	-44.49%
1996 - 1998	67,575.85	16,506.05	24.43%	76,937.79	113.85%	(60,431.74)	-89.43%
1997 - 1999	55,044.48	11,067.05	20.11%	101,228.30	183.90%	(90,161.25)	-163.80%
1998 - 2000	79,615.42	14,940.08	18.77%	205,583.16	258.22%	(190,643.08)	-239.45%
1999 - 2001	73,194.61	14,029.10	19.17%	192,534.97	263.05%	(178,505.87)	-243.88%
2000 - 2002	62,832.46	17,926.77	28.53%	190,055.75	302.48%	(172,128.98)	-273.95%
2001 - 2003	14,912.55	12,261.66	82.22%	151,915.57	1018.71%	(139,653.91)	-936.49%
2002 - 2004	7,629.78	9,582.52	125.59%	186,090.69	2439.00%	(176,508.17)	-2313.41%
2003 - 2005	9,776.19	8,472.30	86.66%	138,314.90	1414.81%	(129,842.60)	-1328.15%
2004 - 2006	65,643.18	14,086.62	21.46%	114,579.96	174.55%	(100,493.34)	-153.09%
2005 - 2007	95,138.89	14,086.62	14.81%	79,504.50	83.57%	(65,417.88)	-68.76%

Iowa-American Water Company
All Divisions
343.00, 343.01, 343.11, 343.20

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	%	Cost of Removal Amount	%	Net Salvage Amount	%
Three - Year Rolling Bands							
1982 - 2007	556,387.13	310,314.29	55.77	650,341.95	116.89	(340,027.66)	-61.11

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	86.8
Average Retirement Age (Yrs)	9.7
Years To ASL	77.1
Inflation Factor At 2.75% to ASL	8.11

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	46.19%
1993-2007	**15 - Year Trend**	0.00% *
1998-2007	**10 - Year Trend**	65.35%
2003-2007	**5 - Year Trend**	0.00% *

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00% *
Cost Of Removal	947.43%
Net Salvage	-947.43%

Iowa-American Water Company
All Divisions
345.00 SERVICES

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1982	1,623.00	130.00	8.01%	5,743.00	353.85%	(5,613.00)	-345.84%
1983	3,472.00	100.00	2.88%	9,188.00	264.63%	(9,088.00)	-261.75%
1984	939.00	57.00	6.07%	14,560.00	1550.59%	(14,503.00)	-1544.52%
1985	985.00	118.00	11.98%	31,587.00	3206.80%	(31,469.00)	-3194.82%
1986	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987	674.00	15.00	2.23%	8,031.00	1191.54%	(8,016.00)	-1189.32%
1988	4,151.00	88.00	2.12%	6,400.00	154.18%	(6,312.00)	-152.06%
1989	4,776.00	231.00	4.84%	9,291.00	194.54%	(9,060.00)	-189.70%
1990	10,623.00	294.00	2.77%	20,630.00	194.20%	(20,336.00)	-191.43%
1991	12,865.00	1,659.00	12.90%	17,840.00	138.67%	(16,181.00)	-125.78%
1992	13,777.00	469.00	3.40%	17,819.00	129.34%	(17,350.00)	-125.93%
1993	5,086.00	130.00	2.56%	15,027.00	295.46%	(14,897.00)	-292.90%
1994	6,720.00	228.00	3.39%	19,476.00	289.82%	(19,248.00)	-286.43%
1995	6,694.00	251.00	3.75%	21,752.00	324.95%	(21,501.00)	-321.20%
1996	11,638.00	154.00	1.32%	26,797.00	230.25%	(26,643.00)	-228.93%
1997	12,780.16	105.75	0.83%	39,339.02	307.81%	(39,233.27)	-306.99%
1998	12,881.82	262.10	2.03%	40,881.82	317.36%	(40,619.72)	-315.33%
1999	13,804.24	686.06	4.97%	35,708.35	258.68%	(35,022.29)	-253.71%
2000	22,674.88	0.00	0.00%	25,926.87	114.34%	(25,926.87)	-114.34%
2001	10,110.46	13.94	0.14%	46,521.55	460.13%	(46,507.61)	-459.99%
2002	0.00	0.00	0.00%	21,896.00	0.00%	(21,896.00)	0.00%
2003	6,849.43	0.00	0.00%	49,019.37	715.67%	(49,019.37)	-715.67%
2004	0.00	0.00	0.00%	70,910.55	0.00%	(70,910.55)	0.00%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	61,036.00	0.00%	(61,036.00)	0.00%
2007	42,449.00	0.00	0.00%	42,424.00	99.94%	(42,424.00)	-99.94%

Iowa-American Water Company
All Divisions
345.00 SERVICES

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 1984	6,034.00	287.00	4.76%	29,491.00	488.75%	(29,204.00)	-483.99%
1983 - 1985	5,396.00	275.00	5.10%	55,335.00	1025.48%	(55,060.00)	-1020.39%
1984 - 1986	1,924.00	175.00	9.10%	46,147.00	2398.49%	(45,972.00)	-2389.40%
1985 - 1987	1,659.00	133.00	8.02%	39,618.00	2388.07%	(39,485.00)	-2380.05%
1986 - 1988	4,825.00	103.00	2.13%	14,431.00	299.09%	(14,328.00)	-296.95%
1987 - 1989	9,601.00	334.00	3.48%	23,722.00	247.08%	(23,388.00)	-243.60%
1988 - 1990	19,550.00	613.00	3.14%	36,321.00	185.79%	(35,708.00)	-182.65%
1989 - 1991	28,264.00	2,184.00	7.73%	47,761.00	168.98%	(45,577.00)	-161.25%
1990 - 1992	37,265.00	2,422.00	6.50%	56,289.00	151.05%	(53,867.00)	-144.55%
1991 - 1993	31,728.00	2,258.00	7.12%	50,686.00	159.75%	(48,428.00)	-152.63%
1992 - 1994	25,583.00	827.00	3.23%	52,322.00	204.52%	(51,495.00)	-201.29%
1993 - 1995	18,500.00	609.00	3.29%	56,255.00	304.08%	(55,646.00)	-300.79%
1994 - 1996	25,052.00	633.00	2.53%	68,025.00	271.54%	(67,392.00)	-269.01%
1995 - 1997	31,112.16	510.75	1.64%	87,888.02	282.49%	(87,377.27)	-280.85%
1996 - 1998	37,299.98	521.85	1.40%	107,017.84	286.91%	(106,495.99)	-285.51%
1997 - 1999	39,466.22	1,053.91	2.67%	115,929.19	293.74%	(114,875.28)	-291.07%
1998 - 2000	49,360.94	948.16	1.92%	102,517.04	207.69%	(101,568.88)	-205.77%
1999 - 2001	46,589.58	700.00	1.50%	108,156.77	232.15%	(107,456.77)	-230.65%
2000 - 2002	32,785.34	13.94	0.04%	94,344.42	287.76%	(94,330.48)	-287.72%
2001 - 2003	16,959.89	13.94	0.08%	117,436.92	692.44%	(117,422.98)	-692.36%
2002 - 2004	6,849.43	0.00	0.00%	141,825.92	2070.62%	(141,825.92)	-2070.62%
2003 - 2005	6,849.43	0.00	0.00%	119,929.92	1750.95%	(119,929.92)	-1750.95%
2004 - 2006	0.00	0.00	0.00%	131,946.55	0.00%	(131,946.55)	0.00%
2005 - 2007	42,449.00	0.00	0.00%	103,460.00	243.73%	(103,460.00)	-243.73%

Iowa-American Water Company
All Divisions
345.00 SERVICES

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1982 - 2007	205,572.99	4,991.85	2.43	657,804.53	319.99	(652,812.68)	-317.56

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	68.0
Average Retirement Age (Yrs)	10.5
Years To ASL	57.5
Inflation Factor At 2.75% to ASL	4.75

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00% *
1998-2007	**10 - Year Trend**	0.00% *
2003-2007	**5 - Year Trend**	0.00% *

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00% *
Cost Of Removal	1520.97%
Net Salvage	1520.97%

Iowa-American Water Company
All Divisions
346.01 METERS - BRONZE

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1997	55,849.34	4,975.28	8.91%	0.00	0.00%	4,975.28	8.91%
1998	69,638.33	7,412.56	10.64%	0.00	0.00%	7,412.56	10.64%
1999	50,243.17	7,961.00	15.84%	0.00	0.00%	7,961.00	15.84%
2000	19,494.87	5,641.08	28.94%	0.00	0.00%	5,641.08	28.94%
2001	35,745.11	458.62	1.28%	0.00	0.00%	458.62	1.28%
2002	117,854.46	0.00	0.00%	9,822.61	8.33%	(9,822.61)	-8.33%
2003	30,850.83	0.00	0.00%	202.14	0.66%	(202.14)	-0.66%
2004	49,912.98	5,045.16	10.11%	0.00	0.00%	5,045.16	10.11%
2005	106,300.38	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	327,224.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	196,456.00	17,642.00	8.98%	396.00	0.20%	17,246.00	8.78%

Iowa-American Water Company
All Divisions
346.01 METERS - BRONZE

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1997 - 1999	175,730.84	20,348.84	11.58%	0.00	0.00%	20,348.84	11.58%
1998 - 2000	139,376.37	21,014.64	15.08%	0.00	0.00%	21,014.64	15.08%
1999 - 2001	105,483.15	14,060.70	13.33%	0.00	0.00%	14,060.70	13.33%
2000 - 2002	173,094.44	6,099.70	3.52%	9,822.61	5.67%	(3,722.91)	-2.15%
2001 - 2003	184,450.40	458.62	0.25%	10,024.75	5.43%	(9,566.13)	-5.19%
2002 - 2004	198,618.27	5,045.16	2.54%	10,024.75	5.05%	(4,979.59)	-2.51%
2003 - 2005	187,064.19	5,045.16	2.70%	202.14	0.11%	4,843.02	2.59%
2004 - 2006	483,437.36	5,045.16	1.04%	0.00	0.00%	5,045.16	1.04%
2005 - 2007	629,980.38	17,642.00	2.80%	396.00	0.06%	17,246.00	2.74%

Iowa-American Water Company
All Divisions
346.01 METERS - BRONZE

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1997 - 2007	1,059,569.47	49,135.70	4.64	10,420.75	0.98	38,714.95	3.65

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	19.0
Average Retirement Age (Yrs)	7.1
Years To ASL	11.9
Inflation Factor At 2.75% to ASL	1.38

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	5.88%
1993-2007	**15 - Year Trend**	5.88%
1998-2007	**10 - Year Trend**	5.88%
2003-2007	**5 - Year Trend**	2.95%

Forcasted

Gross Salvage (Five Year Trend)	2.95%
Cost Of Removal	1.35%
Net Salvage	1.59%

Iowa-American Water Company
All Divisions
346.02 METERS- PLASTIC

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1997	21,580.97	726.43	3.37%	0.00	0.00%	726.43	3.37%
1998	20,348.04	840.12	4.13%	0.00	0.00%	840.12	4.13%
1999	37,120.29	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	17,236.10	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	7,896.05	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	15,717.18	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	74.97	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	4,183.87	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	6,002.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
346.02 METERS- PLASTIC

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1997 - 1999	79,049.30	1,566.55	1.98%	0.00	0.00%	1,566.55	1.98%
1998 - 2000	74,704.43	840.12	1.12%	0.00	0.00%	840.12	1.12%
1999 - 2001	62,252.44	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	40,849.33	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	23,688.20	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	15,792.15	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	4,258.84	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	4,183.87	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	10,185.87	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
346.02 METERS- PLASTIC

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1997 - 2007	130,159.47	1,566.55	1.20	0.00	0.00	1,566.55	1.20

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	13.0
Average Retirement Age (Yrs)	5.8
Years To ASL	7.2
Inflation Factor At 2.75% to ASL	1.22

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.35%
1993-2007	**15 - Year Trend**	0.35%
1998-2007	**10 - Year Trend**	0.35%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	0.00%
Net Salvage	0.00%

Iowa-American Water Company
All Divisions
347.00 METER INSTALLATIONS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1983	2,963.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984	67.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985	94.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986	73.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987	133.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988	43.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	115.00	0.00	0.00%	7.00	6.09%	(7.00)	-6.09%
1990	409.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	618.00	136.00	22.01%	0.00	0.00%	136.00	22.01%
1992	536.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	4,149.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	2,914.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	785.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	7,716.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	1,655.79	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	1,506.41	133.25	8.85%	0.00	0.00%	133.25	8.85%
1999	8,461.99	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	313.43	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	962.21	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	11.74	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	23,076.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	200.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
347.00 METER INSTALLATIONS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1983 - 1985	3,124.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984 - 1986	234.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985 - 1987	300.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986 - 1988	249.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987 - 1989	291.00	0.00	0.00%	7.00	2.41%	(7.00)	-2.41%
1988 - 1990	567.00	0.00	0.00%	7.00	1.23%	(7.00)	-1.23%
1989 - 1991	1,142.00	136.00	11.91%	7.00	0.61%	129.00	11.30%
1990 - 1992	1,563.00	136.00	8.70%	0.00	0.00%	136.00	8.70%
1991 - 1993	5,303.00	136.00	2.56%	0.00	0.00%	136.00	2.56%
1992 - 1994	7,599.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	7,848.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	11,415.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995 - 1997	10,156.79	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996 - 1998	10,878.20	133.25	1.22%	0.00	0.00%	133.25	1.22%
1997 - 1999	11,624.19	133.25	1.15%	0.00	0.00%	133.25	1.15%
1998 - 2000	10,281.83	133.25	1.30%	0.00	0.00%	133.25	1.30%
1999 - 2001	8,775.42	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	1,275.64	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	973.95	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	973.95	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	11.74	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	23,076.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	23,276.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
347.00 METER INSTALLATIONS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1983 - 2007	56,802.57	269.25	0.47	7.00	0.01	262.25	0.46

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	75.0
Average Retirement Age (Yrs)	6.9
Years To ASL	68.1
Inflation Factor At 2.75% to ASL	6.34

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00% *
1998-2007	**10 - Year Trend**	0.00% *
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	0.06%
Net Salvage	-0.06%

Iowa-American Water Company
All Divisions
348.00 HYDRANTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1982	4,962.00	19,782.00	398.67%	1,640.00	33.05%	18,142.00	365.62%
1983	6,411.00	15,482.00	241.49%	5,081.00	79.25%	10,401.00	162.24%
1984	5,032.00	6,679.00	132.73%	4,800.00	95.39%	1,879.00	37.34%
1985	5,216.00	19,757.00	378.78%	4,295.00	82.34%	15,462.00	296.43%
1986	8,340.00	11,038.00	132.35%	6,914.00	82.90%	4,124.00	49.45%
1987	6,682.00	13,477.00	201.69%	4,773.00	71.43%	8,704.00	130.26%
1988	7,719.00	11,934.00	154.61%	6,330.00	82.01%	5,604.00	72.60%
1989	7,424.00	10,371.00	139.70%	4,853.00	65.37%	5,518.00	74.33%
1990	10,463.00	4,499.00	43.00%	8,294.00	79.27%	(3,795.00)	-36.27%
1991	7,961.00	7,373.00	92.61%	6,606.00	82.98%	767.00	9.63%
1992	8,058.00	17,485.00	216.99%	7,389.00	91.70%	10,096.00	125.29%
1993	6,485.00	15,519.00	239.31%	12,508.00	192.88%	3,011.00	46.43%
1994	5,579.00	616.00	11.04%	16,135.00	289.21%	(15,519.00)	-278.17%
1995	8,019.00	8,660.00	107.99%	9,607.00	119.80%	(947.00)	-11.81%
1996	8,696.00	11,919.00	137.06%	13,617.00	156.59%	(1,698.00)	-19.53%
1997	12,195.51	19,599.07	160.71%	10,205.69	83.68%	9,393.38	77.02%
1998	14,315.62	18,290.34	127.76%	25,418.85	177.56%	(7,128.51)	-49.80%
1999	6,931.36	4,831.92	69.71%	43,389.55	625.99%	(38,557.63)	-556.28%
2000	12,924.24	15,242.23	117.94%	22,814.05	176.52%	(7,571.82)	-58.59%
2001	10,603.37	7,110.87	67.06%	53,171.56	501.46%	(46,060.69)	-434.40%
2002	4,247.53	0.00	0.00%	43,431.52	1022.51%	(43,431.52)	-1022.51%
2003	23,210.50	327.92	1.41%	153,317.55	660.55%	(152,989.63)	-659.14%
2004	2,468.64	0.00	0.00%	26,409.13	1069.78%	(26,409.13)	-1069.78%
2005	1,615.82	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	7,189.00	2,588.75	36.01%	18,456.00	256.73%	(15,867.25)	-220.72%
2007	2,697.00	0.00	0.00%	1,413.00	52.39%	(1,413.00)	-52.39%

Iowa-American Water Company
All Divisions
348.00 HYDRANTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 1984	16,405.00	41,943.00	255.67%	11,521.00	70.23%	30,422.00	185.44%
1983 - 1985	16,659.00	41,918.00	251.62%	14,176.00	85.10%	27,742.00	166.53%
1984 - 1986	18,588.00	37,474.00	201.60%	16,009.00	86.13%	21,465.00	115.48%
1985 - 1987	20,238.00	44,272.00	218.76%	15,982.00	78.97%	28,290.00	139.79%
1986 - 1988	22,741.00	36,449.00	160.28%	18,017.00	79.23%	18,432.00	81.05%
1987 - 1989	21,825.00	35,782.00	163.95%	15,956.00	73.11%	19,826.00	90.84%
1988 - 1990	25,606.00	26,804.00	104.68%	19,477.00	76.06%	7,327.00	28.61%
1989 - 1991	25,848.00	22,243.00	86.05%	19,753.00	76.42%	2,490.00	9.63%
1990 - 1992	26,482.00	29,357.00	110.86%	22,289.00	84.17%	7,068.00	26.69%
1991 - 1993	22,504.00	40,377.00	179.42%	26,503.00	117.77%	13,874.00	61.65%
1992 - 1994	20,122.00	33,620.00	167.08%	36,032.00	179.07%	(2,412.00)	-11.99%
1993 - 1995	20,083.00	24,795.00	123.46%	38,250.00	190.46%	(13,455.00)	-67.00%
1994 - 1996	22,294.00	21,195.00	95.07%	39,359.00	176.55%	(18,164.00)	-81.47%
1995 - 1997	28,910.51	40,178.07	138.97%	33,429.69	115.63%	6,748.38	23.34%
1996 - 1998	35,207.13	49,808.41	141.47%	49,241.54	139.86%	566.87	1.61%
1997 - 1999	33,442.49	42,721.33	127.75%	79,014.09	236.27%	(36,292.76)	-108.52%
1998 - 2000	34,171.22	38,364.49	112.27%	91,622.45	268.13%	(53,257.96)	-155.86%
1999 - 2001	30,458.97	27,185.02	89.25%	119,375.16	391.92%	(92,190.14)	-302.67%
2000 - 2002	27,775.14	22,353.10	80.48%	119,417.13	429.94%	(97,064.03)	-349.46%
2001 - 2003	38,061.40	7,438.79	19.54%	249,920.63	656.62%	(242,481.84)	-637.08%
2002 - 2004	29,926.67	327.92	1.10%	223,158.20	745.68%	(222,830.28)	-744.59%
2003 - 2005	27,294.96	327.92	1.20%	179,726.68	658.46%	(179,398.76)	-657.26%
2004 - 2006	11,273.46	2,588.75	22.96%	44,865.13	397.97%	(42,276.38)	-375.01%
2005 - 2007	11,501.82	2,588.75	22.51%	19,869.00	172.75%	(17,280.25)	-150.24%

Iowa-American Water Company
All Divisions
348.00 HYDRANTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1982 - 2007	205,445.59	242,582.10	118.08	510,868.90	248.66	(268,286.80)	-130.59

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	77.0
Average Retirement Age (Yrs)	9.5
Years To ASL	67.5
Inflation Factor At 2.75% to ASL	6.24

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	17.95%
1993-2007	**15 - Year Trend**	0.00% *
1998-2007	**10 - Year Trend**	0.00% *
2003-2007	**5 - Year Trend**	21.80%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	21.80%
Cost Of Removal	1550.86%
Net Salvage	1529.06%

Iowa-American Water Company
All Divisions
349.00 OTHER TRANS. & DISTR. PLANT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 2006 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
2006	0.00	1,127.92	0.00%	531,610.00	0.00%	(530,482.08)	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
390.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1982	237.00	0.00	0.00%	41.00	17.30%	(41.00)	-17.30%
1983	1,010.00	0.00	0.00%	271.00	26.83%	(271.00)	-26.83%
1984	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985	269.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986	650.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987	17,822.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988	278.00	400.00	143.88%	0.00	0.00%	400.00	143.88%
1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	8,727.00	0.00	0.00%	175.00	2.01%	(175.00)	-2.01%
1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	1,044.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	486.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	737.48	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	7,910.39	0.00	0.00%	1,022.40	12.92%	(1,022.40)	-12.92%
2000	10,800.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	2,352.00	0.00	0.00%	200.00	8.50%	(200.00)	-8.50%
2002	1,937.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	750.00	0.00	0.00%	774.68	103.29%	(774.68)	-103.29%
2005	240,030.99	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	1,000.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
390.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 1984	1,247.00	0.00	0.00%	312.00	25.02%	(312.00)	-25.02%
1983 - 1985	1,279.00	0.00	0.00%	271.00	21.19%	(271.00)	-21.19%
1984 - 1986	919.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985 - 1987	18,741.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986 - 1988	18,750.00	400.00	2.13%	0.00	0.00%	400.00	2.13%
1987 - 1989	18,100.00	400.00	2.21%	0.00	0.00%	400.00	2.21%
1988 - 1990	9,005.00	400.00	4.44%	175.00	1.94%	225.00	2.50%
1989 - 1991	8,727.00	0.00	0.00%	175.00	2.01%	(175.00)	-2.01%
1990 - 1992	9,771.00	0.00	0.00%	175.00	1.79%	(175.00)	-1.79%
1991 - 1993	1,044.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992 - 1994	1,530.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	486.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	486.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995 - 1997	737.48	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996 - 1998	737.48	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997 - 1999	8,647.87	0.00	0.00%	1,022.40	11.82%	(1,022.40)	-11.82%
1998 - 2000	18,710.39	0.00	0.00%	1,022.40	5.46%	(1,022.40)	-5.46%
1999 - 2001	21,062.39	0.00	0.00%	1,222.40	5.80%	(1,222.40)	-5.80%
2000 - 2002	15,089.00	0.00	0.00%	200.00	1.33%	(200.00)	-1.33%
2001 - 2003	4,289.00	0.00	0.00%	200.00	4.66%	(200.00)	-4.66%
2002 - 2004	2,687.00	0.00	0.00%	774.68	28.83%	(774.68)	-28.83%
2003 - 2005	240,780.99	0.00	0.00%	774.68	0.32%	(774.68)	-0.32%
2004 - 2006	241,780.99	0.00	0.00%	774.68	0.32%	(774.68)	-0.32%
2005 - 2007	241,030.99	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
390.00 STRUCTURES & IMPROVEMENTS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1982 - 2007	296,040.86	400.00	0.14	2,484.08	0.84	(2,084.08)	-0.70

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	20.0
Average Retirement Age (Yrs)	5.1
Years To ASL	14.9
Inflation Factor At 2.75% to ASL	1.50

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	1.26%
Net Salvage	-1.26%

Iowa-American Water Company
All Divisions
391.01 OFFICE FURNITURE

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1997	1,079.26	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	1,094.73	0.00	0.00%	790.02	72.17%	(790.02)	-72.17%
1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	215.44	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	700.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	1,000.00	0.00	0.00%	1,200.00	120.00%	(1,200.00)	-120.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	1,375.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	44,867.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
391.01 OFFICE FURNITURE

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1997 - 1999	2,173.99	0.00	0.00%	790.02	36.34%	(790.02)	-36.34%
1998 - 2000	1,310.17	0.00	0.00%	790.02	60.30%	(790.02)	-60.30%
1999 - 2001	215.44	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	915.44	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	1,700.00	0.00	0.00%	1,200.00	70.59%	(1,200.00)	-70.59%
2002 - 2004	1,700.00	0.00	0.00%	1,200.00	70.59%	(1,200.00)	-70.59%
2003 - 2005	1,000.00	0.00	0.00%	1,200.00	120.00%	(1,200.00)	-120.00%
2004 - 2006	1,375.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	46,242.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
391.01 OFFICE FURNITURE

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1997 - 2007	50,331.43	0.00	0.00	1,990.02	3.95	(1,990.02)	-3.95

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	22.0
Average Retirement Age (Yrs)	3.9
Years To ASL	18.1
Inflation Factor At 2.75% to ASL	1.64

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	6.46%
Net Salvage	-6.46%

Iowa-American Water Company
All Divisions
391.21 COMPUTERS & PERIPHALS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1997	3,427.79	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	48,006.85	0.00	0.00%	717.46	1.49%	(717.46)	-1.49%
1999	16,789.96	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	2,437.99	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	18,681.76	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	207,116.21	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	9,176.79	0.00	0.00%	16,000.00	174.35%	(16,000.00)	-174.35%
2005	212,516.82	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	3,236.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	12,601.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
391.21 COMPUTERS & PERIPHALS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1997 - 1999	68,224.60	0.00	0.00%	717.46	1.05%	(717.46)	-1.05%
1998 - 2000	67,234.80	0.00	0.00%	717.46	1.07%	(717.46)	-1.07%
1999 - 2001	37,909.71	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	21,119.75	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	225,797.97	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	216,293.00	0.00	0.00%	16,000.00	7.40%	(16,000.00)	-7.40%
2003 - 2005	428,809.82	0.00	0.00%	16,000.00	3.73%	(16,000.00)	-3.73%
2004 - 2006	224,929.61	0.00	0.00%	16,000.00	7.11%	(16,000.00)	-7.11%
2005 - 2007	228,353.82	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
391.21 COMPUTERS & PERIPHALS

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1997 - 2007	533,991.17	0.00	0.00	16,717.46	3.13	(16,717.46)	-3.13

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	6.0
Average Retirement Age (Yrs)	2.6
Years To ASL	3.4
Inflation Factor At 2.75% to ASL	1.10

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	3.44%
Net Salvage	-3.44%

Iowa-American Water Company
All Divisions
391.26 PC COMPUTER SOFTWARE

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1998 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1998	52,729.50	0.00	0.00%	1,239.16	2.35%	(1,239.16)	-2.35%
1999	29,959.77	2,937.00	9.80%	0.00	0.00%	2,937.00	9.80%
2000	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	624.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	41,441.69	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	333,400.71	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
391.26 PC COMPUTER SOFTWARE

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1998 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1998 - 2000	82,689.27	2,937.00	3.55%	1,239.16	1.50%	1,697.84	2.05%
1999 - 2001	30,583.77	2,937.00	9.60%	0.00	0.00%	2,937.00	9.60%
2000 - 2002	624.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	42,065.69	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	41,441.69	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	374,842.40	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	333,400.71	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	333,400.71	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998 - 2007	458,155.67	2,937.00	0.64	1,239.16	0.27	1,697.84	0.37

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	8.0
Average Retirement Age (Yrs)	2.6
Years To ASL	5.4
Inflation Factor At 2.75% to ASL	1.16

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	1.65%
1993-2007	**15 - Year Trend**	1.65%
1998-2007	**10 - Year Trend**	1.65%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	0.31%
Net Salvage	-0.31%

Iowa-American Water Company
All Divisions
391.30 OTHER OFFICE MACHINERY & EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1997	549.34	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	1.04	0.00	0.00%	179.36	7246.15%	(179.36)	17246.15%
1999	3,557.80	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	2,385.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	2,225.51	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	1,108.50	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	13,883.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
391.30 OTHER OFFICE MACHINERY & EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1997 - 1999	4,108.18	0.00	0.00%	179.36	4.37%	(179.36)	-4.37%
1998 - 2000	5,943.84	0.00	0.00%	179.36	3.02%	(179.36)	-3.02%
1999 - 2001	8,168.31	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	4,610.51	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	2,225.51	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	1,108.50	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	1,108.50	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	14,991.50	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
391.30 OTHER OFFICE MACHINERY & EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1997 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1997 - 2007	23,710.19	0.00	0.00	179.36	0.76	(179.36)	-0.76

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	20.0
Average Retirement Age (Yrs)	4.3
Years To ASL	15.7
Inflation Factor At 2.75% to ASL	1.53

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	1.16%
Net Salvage	-1.16%

Iowa-American Water Company
All Divisions
393.00 STORES EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1986 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1986	462.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	8,139.68	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	119.96	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	591.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
393.00 STORES EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1986 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1986 - 1988	462.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987 - 1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988 - 1990	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989 - 1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990 - 1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991 - 1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992 - 1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995 - 1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996 - 1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997 - 1999	8,139.68	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998 - 2000	8,259.64	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999 - 2001	8,259.64	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	119.96	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	591.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
393.00 STORES EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1986 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1986 - 2007	9,312.64	0.00	0.00	0.00	0.00	0.00	0.00

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	30.0
Average Retirement Age (Yrs)	8.3
Years To ASL	21.7
Inflation Factor At 2.75% to ASL	1.80

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	0.00%
Net Salvage	0.00%

Iowa-American Water Company
All Divisions
394.00 TOOLS, SHOP & GARAGE EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1982	701.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1983	587.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984	551.00	350.00	63.52%	0.00	0.00%	350.00	63.52%
1985	1,951.00	100.00	5.13%	0.00	0.00%	100.00	5.13%
1986	13,576.00	200.00	1.47%	0.00	0.00%	200.00	1.47%
1987	-6,539.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988	977.00	175.00	17.91%	0.00	0.00%	175.00	17.91%
1989	719.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	1,189.00	210.00	17.66%	0.00	0.00%	210.00	17.66%
1991	-197.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	3,617.00	500.00	13.82%	0.00	0.00%	500.00	13.82%
1993	1,047.00	35.00	3.34%	0.00	0.00%	35.00	3.34%
1994	9,960.00	878.00	8.82%	0.00	0.00%	878.00	8.82%
1995	2,941.00	200.00	6.80%	0.00	0.00%	200.00	6.80%
1996	5,901.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	11,246.99	1,150.00	10.22%	20.13	0.18%	1,129.87	10.05%
1998	420.30	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	23,910.48	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	4,774.21	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	6,394.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	623.67	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	3,639.24	500.00	13.74%	62.66	1.72%	437.34	12.02%
2005	5,632.84	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	997.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
394.00 TOOLS, SHOP & GARAGE EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 1984	1,839.00	350.00	19.03%	0.00	0.00%	350.00	19.03%
1983 - 1985	3,089.00	450.00	14.57%	0.00	0.00%	450.00	14.57%
1984 - 1986	16,078.00	650.00	4.04%	0.00	0.00%	650.00	4.04%
1985 - 1987	8,988.00	300.00	3.34%	0.00	0.00%	300.00	3.34%
1986 - 1988	8,014.00	375.00	4.68%	0.00	0.00%	375.00	4.68%
1987 - 1989	-4,843.00	175.00	0.00%	0.00	0.00%	175.00	0.00%
1988 - 1990	2,885.00	385.00	13.34%	0.00	0.00%	385.00	13.34%
1989 - 1991	1,711.00	210.00	12.27%	0.00	0.00%	210.00	12.27%
1990 - 1992	4,609.00	710.00	15.40%	0.00	0.00%	710.00	15.40%
1991 - 1993	4,467.00	535.00	11.98%	0.00	0.00%	535.00	11.98%
1992 - 1994	14,624.00	1,413.00	9.66%	0.00	0.00%	1,413.00	9.66%
1993 - 1995	13,948.00	1,113.00	7.98%	0.00	0.00%	1,113.00	7.98%
1994 - 1996	18,802.00	1,078.00	5.73%	0.00	0.00%	1,078.00	5.73%
1995 - 1997	20,088.99	1,350.00	6.72%	20.13	0.10%	1,329.87	6.62%
1996 - 1998	17,568.29	1,150.00	6.55%	20.13	0.11%	1,129.87	6.43%
1997 - 1999	35,577.77	1,150.00	3.23%	20.13	0.06%	1,129.87	3.18%
1998 - 2000	29,104.99	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999 - 2001	35,078.69	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	11,791.88	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	7,017.67	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	4,262.91	500.00	11.73%	62.66	1.47%	437.34	10.26%
2003 - 2005	9,272.08	500.00	5.39%	62.66	0.68%	437.34	4.72%
2004 - 2006	10,269.08	500.00	4.87%	62.66	0.61%	437.34	4.26%
2005 - 2007	6,629.84	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
394.00 TOOLS, SHOP & GARAGE EQUIP.

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 2007	94,619.73	4,298.00	4.54	82.79	0.09	4,215.21	4.45

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	30.0
Average Retirement Age (Yrs)	7.1
Years To ASL	22.9
Inflation Factor At 2.75% to ASL	1.86

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	1.83%
1993-2007	**15 - Year Trend**	0.98%
1998-2007	**10 - Year Trend**	3.67%
2003-2007	**5 - Year Trend**	2.34%

Forcasted

Gross Salvage (Five Year Trend)	2.34%
Cost Of Removal	0.17%
Net Salvage	2.17%

Iowa-American Water Company
All Divisions
395.00 LABORATORY EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1982	461.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1983	456.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984	44.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985	81.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986	2,176.00	50.00	2.30%	0.00	0.00%	50.00	2.30%
1987	309.00	0.00	0.00%	7.00	2.27%	(7.00)	-2.27%
1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	2,413.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	2,936.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	1,369.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	938.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	5,421.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	234.55	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	165.13	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	4,037.09	0.00	0.00%	16.95	0.42%	(16.95)	-0.42%
2000	442.85	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	1,448.56	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	87,137.78	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
395.00 LABORATORY EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1982 - 1984	961.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1983 - 1985	581.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984 - 1986	2,301.00	50.00	2.17%	0.00	0.00%	50.00	2.17%
1985 - 1987	2,566.00	50.00	1.95%	7.00	0.27%	43.00	1.68%
1986 - 1988	2,485.00	50.00	2.01%	7.00	0.28%	43.00	1.73%
1987 - 1989	2,722.00	0.00	0.00%	7.00	0.26%	(7.00)	-0.26%
1988 - 1990	2,413.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989 - 1991	5,349.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990 - 1992	2,936.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991 - 1993	4,305.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992 - 1994	1,369.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	2,307.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	6,359.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995 - 1997	6,593.55	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996 - 1998	5,820.68	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997 - 1999	4,436.77	0.00	0.00%	16.95	0.38%	(16.95)	-0.38%
1998 - 2000	4,645.07	0.00	0.00%	16.95	0.36%	(16.95)	-0.36%
1999 - 2001	5,928.50	0.00	0.00%	16.95	0.29%	(16.95)	-0.29%
2000 - 2002	1,891.41	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	1,448.56	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	87,137.78	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	87,137.78	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	87,137.78	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
395.00 LABORATORY EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1982 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1982 - 2007	110,069.96	50.00	0.05	23.95	0.02	26.05	0.02

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	12.0
Average Retirement Age (Yrs)	5.8
Years To ASL	6.2
Inflation Factor At 2.75% to ASL	1.18

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	0.02%
Net Salvage	-0.02%

Iowa-American Water Company
All Divisions
396.00 POWER OPERATED EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1984 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1984	5,417.00	2,250.00	41.54%	0.00	0.00%	2,250.00	41.54%
1985	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987	5,455.00	650.00	11.92%	0.00	0.00%	650.00	11.92%
1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	0.00	9,000.00	0.00%	0.00	0.00%	9,000.00	0.00%
1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	948.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	4,162.62	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	17,462.91	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	906.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
396.00 POWER OPERATED EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1984 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1984 - 1986	5,417.00	2,250.00	41.54%	0.00	0.00%	2,250.00	41.54%
1985 - 1987	5,455.00	650.00	11.92%	0.00	0.00%	650.00	11.92%
1986 - 1988	5,455.00	650.00	11.92%	0.00	0.00%	650.00	11.92%
1987 - 1989	5,455.00	650.00	11.92%	0.00	0.00%	650.00	11.92%
1988 - 1990	0.00	9,000.00	0.00%	0.00	0.00%	9,000.00	0.00%
1989 - 1991	0.00	9,000.00	0.00%	0.00	0.00%	9,000.00	0.00%
1990 - 1992	0.00	9,000.00	0.00%	0.00	0.00%	9,000.00	0.00%
1991 - 1993	948.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992 - 1994	948.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	948.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995 - 1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996 - 1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997 - 1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998 - 2000	4,162.62	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999 - 2001	4,162.62	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	4,162.62	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	17,462.91	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	18,368.91	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	18,368.91	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
396.00 POWER OPERATED EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1984 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1984 - 2007	34,351.53	11,900.00	34.64	0.00	0.00	11,900.00	34.64

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	18.0
Average Retirement Age (Yrs)	4.6
Years To ASL	13.4
Inflation Factor At 2.75% to ASL	1.44

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	0.00%
Net Salvage	0.00%

Iowa-American Water Company
All Divisions
397.00 COMMUNICATION EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1985 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Annual Activity							
1985	502.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1990	2,644.00	7,013.00	265.24%	0.00	0.00%	7,013.00	265.24%
1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	10,603.00	0.00	0.00%	3,100.00	29.24%	(3,100.00)	-29.24%
1997	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	1,101.07	0.00	0.00%	20.05	1.82%	(20.05)	-1.82%
2004	15,457.71	0.00	0.00%	4,832.23	31.26%	(4,832.23)	-31.26%
2005	39,439.44	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	1,500.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	6,184.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
397.00 COMMUNICATION EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1985 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1985 - 1987	502.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1986 - 1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987 - 1989	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1988 - 1990	2,644.00	7,013.00	265.24%	0.00	0.00%	7,013.00	265.24%
1989 - 1991	2,644.00	7,013.00	265.24%	0.00	0.00%	7,013.00	265.24%
1990 - 1992	2,644.00	7,013.00	265.24%	0.00	0.00%	7,013.00	265.24%
1991 - 1993	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992 - 1994	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1993 - 1995	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	10,603.00	0.00	0.00%	3,100.00	29.24%	(3,100.00)	-29.24%
1995 - 1997	10,603.00	0.00	0.00%	3,100.00	29.24%	(3,100.00)	-29.24%
1996 - 1998	10,603.00	0.00	0.00%	3,100.00	29.24%	(3,100.00)	-29.24%
1997 - 1999	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998 - 2000	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999 - 2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000 - 2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2001 - 2003	1,101.07	0.00	0.00%	20.05	1.82%	(20.05)	-1.82%
2002 - 2004	16,558.78	0.00	0.00%	4,852.28	29.30%	(4,852.28)	-29.30%
2003 - 2005	55,998.22	0.00	0.00%	4,852.28	8.67%	(4,852.28)	-8.67%
2004 - 2006	56,397.15	0.00	0.00%	4,832.23	8.57%	(4,832.23)	-8.57%
2005 - 2007	47,123.44	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
397.00 COMMUNICATION EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1985 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1985 - 2007	77,431.22	7,013.00	9.06	7,952.28	10.27	(939.28)	-1.21

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	12.0
Average Retirement Age (Yrs)	3.3
Years To ASL	8.7
Inflation Factor At 2.75% to ASL	1.27

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	13.00%
Net Salvage	-13.00%

Iowa-American Water Company
All Divisions
398.00 MISCELLANEOUS EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
1983	74.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1984	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1985	874.00	200.00	22.88%	0.00	0.00%	200.00	22.88%
1986	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1987	214.00	250.00	116.82%	0.00	0.00%	250.00	116.82%
1988	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1989	474.00	25.00	5.27%	0.00	0.00%	25.00	5.27%
1990	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1991	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1992	0.00	650.00	0.00%	0.00	0.00%	650.00	0.00%
1993	565.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994	1,829.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995	858.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996	254.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997	165.36	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998	1,785.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1999	5,520.49	0.00	0.00%	0.00	0.00%	0.00	0.00%
2000	2,513.43	0.00	0.00%	60.95	2.42%	(60.95)	-2.42%
2001	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003	1,042.08	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004	3,965.67	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005	10,501.91	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	4,711.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	5,885.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
398.00 MISCELLANEOUS EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Three - Year Rolling Bands							
1983 - 1985	948.00	200.00	21.10%	0.00	0.00%	200.00	21.10%
1984 - 1986	874.00	200.00	22.88%	0.00	0.00%	200.00	22.88%
1985 - 1987	1,088.00	450.00	41.36%	0.00	0.00%	450.00	41.36%
1986 - 1988	214.00	250.00	116.82%	0.00	0.00%	250.00	116.82%
1987 - 1989	688.00	275.00	39.97%	0.00	0.00%	275.00	39.97%
1988 - 1990	474.00	25.00	5.27%	0.00	0.00%	25.00	5.27%
1989 - 1991	474.00	25.00	5.27%	0.00	0.00%	25.00	5.27%
1990 - 1992	0.00	650.00	0.00%	0.00	0.00%	650.00	0.00%
1991 - 1993	565.00	650.00	115.04%	0.00	0.00%	650.00	115.04%
1992 - 1994	2,394.00	650.00	27.15%	0.00	0.00%	650.00	27.15%
1993 - 1995	3,252.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1994 - 1996	2,941.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
1995 - 1997	1,277.36	0.00	0.00%	0.00	0.00%	0.00	0.00%
1996 - 1998	2,204.36	0.00	0.00%	0.00	0.00%	0.00	0.00%
1997 - 1999	7,470.85	0.00	0.00%	0.00	0.00%	0.00	0.00%
1998 - 2000	9,818.92	0.00	0.00%	60.95	0.62%	(60.95)	-0.62%
1999 - 2001	8,033.92	0.00	0.00%	60.95	0.76%	(60.95)	-0.76%
2000 - 2002	2,513.43	0.00	0.00%	60.95	2.42%	(60.95)	-2.42%
2001 - 2003	1,042.08	0.00	0.00%	0.00	0.00%	0.00	0.00%
2002 - 2004	5,007.75	0.00	0.00%	0.00	0.00%	0.00	0.00%
2003 - 2005	15,509.66	0.00	0.00%	0.00	0.00%	0.00	0.00%
2004 - 2006	19,178.58	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	21,097.91	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
398.00 MISCELLANEOUS EQUIPMENT

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 1983 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
1983 - 2007	41,231.94	1,125.00	2.73	60.95	0.15	1,064.05	2.58

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	30.0
Average Retirement Age (Yrs)	4.4
Years To ASL	25.6
Inflation Factor At 2.75% to ASL	2.00

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00% *
1993-2007	**15 - Year Trend**	0.00% *
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

***Forecasted Gross Salvage Calculates To Less Than 0.00%---Percentage Set To A Floor of 0.00%.**

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	0.30%
Net Salvage	-0.30%

Iowa-American Water Company
All Divisions
399.00 OTHER TANGIBLE PROPERTY

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 2005 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage		Cost of Removal		Net Salvage	
		Amount	%	Amount	%	Amount	%
Annual Activity							
2005	2,333.27	0.00	0.00%	0.00	0.00%	0.00	0.00%
2006	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%
2007	0.00	0.00	0.00%	0.00	0.00%	0.00	0.00%

Iowa-American Water Company
All Divisions
399.00 OTHER TANGIBLE PROPERTY

Forecasted Future Net Salvage
Based Upon Experienced Net Salvage 2005 - 2007

Year	Orginal Cost Of Retirements	Gross Salvage Amount	Gross Salvage %	Cost of Removal Amount	Cost of Removal %	Net Salvage Amount	Net Salvage %
Three - Year Rolling Bands							
2005 - 2007	2,333.27	0.00	0.00%	0.00	0.00%	0.00	0.00%
2005 - 2007	2,333.27	0.00	0.00	0.00	0.00	0.00	0.00

Trend Analysis (End Year) **2007**

***Based Upon Three - Year Rolling Averages**

Annual Inflation Rate	2.75%
Average Service Life (ASL)	30.0
Average Retirement Age (Yrs)	-9.9
Years To ASL	39.9
Inflation Factor At 2.75% to ASL	2.95

Gross Salvage
Linear Trend Analysis

1988-2007	**20 - Year Trend**	0.00%
1993-2007	**15 - Year Trend**	0.00%
1998-2007	**10 - Year Trend**	0.00%
2003-2007	**5 - Year Trend**	0.00%

Forcasted

Gross Salvage (Five Year Trend)	0.00%
Cost Of Removal	0.00%
Net Salvage	0.00%