State of Florida

Commissioners: LISA POLAK EDGAR, CHAIRMAN LATRINY, J. MCMURIAN MATTHEW M. CARTER II NANCY ARGENZIAN NATHAN A. SKOP



3625 NW 82nd AVENUE SUITE 400 MIAMI, FLORIDA 33166-7602

Public Service Commission

010293-50

October 26, 2007

REDACTED

Paul Dechario CJNW 2560 Gulf to Bay Boulevard Suite 200 Clearwater, FL 33765-4432

Re:

Audit Control No. 07-233-4-1

KW Resort Utilities Corp.

Dear Mr. Dechario:

We have completed the field work in the above referenced audit. Included with this letter is a copy of the audit work papers which the Commission is maintaining in a Temporary Confidential Status and a listing of these work papers. Please sign and date a copy of this letter indicating that you have received these copies. The utility must file a Request for Confidential Classification according to Rule 25-22.006,F.A.C. in order to maintain this confidentiality. This request must be filed with the Commission within twenty-one days from today or these work papers will become public documents.

CMP _	Sincerely,	
COM_	- (Vicara) (No. A. a.)	0 ATE
CTR _	Julia Huma	1
ECR _	Iliana H. Piedra Audit Manager	19ER NOV
GCL _	- Addit Managon	
OPC _		
RCA _	cc: Denise Vandiver	
SCR _	Kathy Welch	C Thomas &
SGA _		Received by Company
SEC _		
OTH _		

FPSC-COMMISSION CLERK

CONFIDENTIAL INDEX

Workpaper Number	Description	Number of Pages
8	Minutes of Annual Meeting of Board of Directors	2
16-5/2-2/4	Letter from Weiss, Sugar, Dvorak and Dusek, Ltd.	1
20-3	Review of tax returns	1
20-3/1	Tax Returns	58
43-1/2-4	KEI Statement of Income & Exps.	2

10344 NOV 165

FPSC-COMMISSION CLERK

om 1120S

U.Come Tax Return for an S Corp tion Do not file this form unless the corporation has time y illed

Form 2553 to elect to be an S corporation.

OMB No. 1545-0130

2004

spartment						see separate ins	•				2004		
omal Rev			ax year begir			ending	structions	-					
	e date of		ax year begin			om or suite no. (If	- B O box	cooperation of the	e instr.) C En		identification number		
election		5	Use the	WS UTII		•	a P.O. DOX,	see page 12 0, 01	- 4		80794		
1/	01/9	a	IRS label.			. SMITH,	JR			ite incorp			
	ss code		Other-			REET, SU		1400	i i		/1998		
	ss coue r (see pag	es	wise, print or	City or town, sta		····	<u> </u>	1-100		Total assets (see page 12 of			
	of the Inst		type.	City of town, sta	ite, and zir cou	5				ital assett			
221	300			CHICAGO	2	-	IL 60	603					
		ble boxes	(1)	Initial return		al return (3)	1 1	e change (4)	Address ch	anne	(5) Amended return		
				corporation at e	(-/		_	• ,,	_	•	> Amended return		
				income and ext				e 13 of the inst			nation		
1010111		Gross ropt.	1			rtn. and allowance				1c			
	2			chedule A, line						2			
ncome	3									3			
1001110	4	Gross profit. Subtract line 2 from line 1c Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797) Other income (loss) (attach schedule) See Stmt 1											
	5	Other inc	ome (loss) (:	attach schedule	11, mic 11 (22)	2011 1 01111 41 31 ;		See S	Stmt 1	5			
	6			Add lines 3 thro						6			
	7		ation of offic							7			
	8			ess employmen						8			
	9	Renairs a	and maintena	ance			• • • • • • • • • • • • • • • • • • • •			9 (
	10	Rad debte				, ,				10			
	11									11	-		
)=ductio										12			
73440410	13	Interest								13			
see bade	1		tion (attach i	Form 4562)				14a					
f the	h	Deprecia	tion claimed	on Schedule A	and elsewher	e on return		14b					
ratructions			line 14b from							14c			
););	15			duct oil and gas									
mitations)	1	Advertisi								16			
i inadons)	17	Di	it							17			
	18	Employe	e henefit nro	ng, etc., plans ograms ach schedule)						18			
	19	Other de	ductions (att	ach schedule)				See	Stmt 2	19			
	20			dd the amounts						20			
	21			come (loss). Sul						21			
	22			assive income ta				22a					
				(Form 1120S)			۱۰۰۰۰۰۰	22b		-			
	1			the (see page 18)	<i></i> 	ions	L			\dashv			
										22c			
	23		•	imated tax paymer				23a		220			
īax and	b	•	sited with F	· -		• •	• •	23b		\dashv			
Payment	1	•		om roo⊣ c paid on fuels (a		136)		23c		-			
ayıncı	d		s 23a throug			**********				7324			
	24		-	y (see page 18 c		Chack if Form				23d			
	25			s smaller than th		•			× ⊔	24			
	26			23d is larger th		,				25 26			
	27			you want: Credite			.4, enter a	intiount overpaid	Refunded >				
				re that I have exam			anving sch	edules and staten		27	<u> </u>		
Sign	and to th	ne best of m	y knowledge a	and belief, it is true,	, correct, and co	mplete. Declaratio	n of prepar	er (other than tax)	payer)		ss this return with the preparer		
Here	is based	on all litton	mauon of whic	h preparer has any	y KIIOWIEOGE,	1			shown be	now (see	instr.)? X Yes No		
11016	F =	nature of of	Ficer						T				
		Preparer's				Date	<u> </u>	Tools	Title	 -	Prepared CCN DTI		
⊃aid	•	-						Date 8/23/	Check if self-emple		Preparer's SSN or PTIN		
>aiu >repar	ar's	signature		Cronin	ı, Jack:	son Niv	2 00	Wilson,	CPA's		P00224195		
Use O			me (or yours			Bay Blv			CFAS	EIN			
Jac U	ıııy	if self-emp				Pay biv				,	one no.		
		address,	and ZIP code	CTEGIM	aret'	E 171		33765		1/2	27-791-4020		

מיייים 1 בריז 1	1120S (20	04) W	UTILITY	, <u>I</u> l			36-	-30[94			Page 2
~	aule A		t of Goods So		18 of the insti	ructions)					
7	inventory a	at beginn	ing of year						1		
7 1	Purchases								2		
	Cost of lab								3		
4 1	Additional	section 2	63A costs (attach	schedule)					4		
											
	Total. Add								6		
	Inventory a		year 1. Subtract line 7 fi						7		
	_						Pegula	tions section 1.471-3	0		
Ba '			cost or market as	•			Regulai	HOUS SECTION 1.47 1-3	PROPERTY NAMED IN	TEN TRANSCO PROMING	A c may
	` =		ecify method used	-							
								1-2(c)			
								ch Form 970)			··· • H
			y method was use							₹.	' L
			d under LIFO	-		-	•	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	9d		
е	If property	is produ	ced or acquired for	r resale, do the π	les of Section 26	3A apply to th	ne corpor	ration?	<u> </u>	Yes	No
			nge in determining							Yes	No.
	If "Yes," a			·····							
Sch	edule B	Oth	er Information			ons)					Yes No
1	Check me	ethod of a	ccounting: (a)	Cash (b)	X Accrual (c	c) U Other	(specify)) >			
			ugh 38 of the instru						_	ŀ	
			y ▶ PUBLI					WATER & SEWE			
3			-					oting stock of a domesti			
	•					ich a schedule	showin	g: (a) name, address, an	d :		
			ition number and (** X
4								1?			X
5 6								gistration of a Tax Shelte		—	
5			· ·			_		red Original Issue Discou			
	Instrumer		polation may have	. 10 1110 1 01111 020	r, monnation re	Stuffi for 7 dbir	oly Office	ed Original Issue Discou	in		
7			(a) was a C corpor	ation before it ele	ected to be an Sid	comoration or	the corr	poration acquired an	id		
•			determined by refe			•		•			
						• •	• • •	ss of the net recognized			
	•		rier voere enter th	o not upropliced	built in ania malu.			l berille im main farm muis a			
	years				-	•	_	i dulit-in gain from prior 	•	- P	
8	Check th	is box if t	he corporation had	accumulated ea	rnings and profits	at the close	of the tax	x year	• • • • • • • • • • • • • • • • • • • •		
9								otal assets at the end			
	of the tax	year les	s than \$250,000? I	f "Yes," the corpo	oration is not requ	uired to compl	ete Sche	edules L and M-1.			_ x
					-	•		, it may be required to at	tach		
		2.), Foreign Operati					l for details.			
Sch	edule K	Sh	areholders' St				s, etc.		-,		
	<u> </u>				ers' Pro Rata Sha					Total a	mount
	1	Ordin	ary business incom	ne (loss) (page 1,	line 21)	· · · · · · · · · · · · · · · · · · ·			1		
	2	Net re	intal real estate inc	ome (loss) (attac	th Form 8825)				2		
			gross rental incom						- 1		
	•	b Exper	nses from other rer	lace) Subtract i	ach schedule)		<u>3b</u> [-		
											1
Inco	- 1			vidande		• • • • • • • • • • • • •			4		
	ncome 5 Dividends: a Ordinary dividends 5a (Loss) b Qualified dividends 5b										
(+03	, ,	S Rova							-		
	7	7 Nete	and-term capital of	loss					6		
		Ba Netir	na-term capital de	in (loss)				*****************	7		
		b Colle	ctibles (28%) gain	(loss)	• • • • • • • • • • • • • • • • • • • •		8b		8a		
	1	c Unred	captured section 12	250 gain (attach s	schedule)		RC RC		1		
		Nets	ection 1231 gain (l	oss) (attach Form	1 4797)				9		
	10	0 Other	income (loss) (att	ach schedule)				· · · · · · · · · · · · · · · · · · ·	10		

11702	12004		6-308 94	Page 3
}-		Shareholders' Pro Rata Share Items (continued)		Total amount
1	11 3	Section 179 deduction (attach Form 4562)		11
		Contributions	,	12a
tions		Deductions related to portfolio income (attach schedule)		12b
		nvestment interest expense		12c
		Section 59(e)(2) expenditures (1) Type ▶		12d(2)
		Other deductions (attach schedule)		12e
		Low-income housing credit (section 42(j)(5))		13a
		Low-income housing credit (other)		13b
ts &		Qualified rehabilitation expenditures (rental real estate) (attach Form 3468)		13c
t		Other rental real estate credits		13d
pture	е	Other rental credits	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	13e
	f	Credit for alcohol used as fuel (attach Form 6478)		13f
		Other credits and credit recapture (attach schedule)		13g
	14a	Name of country or U.S. possession ▶	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
Į.	þ	Gross income from all sources		14b
		Gross income sourced at shareholder level		14c
		Foreign gross income sourced at corporate level:		
	ď	Passive		14d
		Listed categories (attach schedule)		14e
		General limitation		14f
		Deductions allocated and apportioned at shareholder level:		
ign -	a	Interest expense		14g
S-	1	Other		14h
ons		Deductions allocated and apportioned at corporate level to foreign source inco		
	l i	Passive		
		Listed categories (attach schedule)		
	1	General limitation	• • • • • • • • • • • • • • • • • • • •	14k
		Other information:	••••••••••	170
	١.			141
	1			
	1	Reduction in taxes available for credit (attach schedule)		
	_			
65	15a	Post-1986 depreciation adjustment		15a
rnative	م ا	Adjusted gain or loss		15b
imum	l c	Depletion (other than oil and gas)		15c
(AMT)		Oil, gas, and geothermal properties-gross income		
S		Oil, gas, and geothermal properties-deductions		
		Other AMT items (attach schedule)		
s	16a	Tax-exempt interest income		16a
sting	1	Other tax-exempt income		
reholde	c c	Nondeductible expenses		16c
is	d	Property distributions		16d
	е	Repayment of loans from shareholders	<u>,</u>	16e
	17a	Investment income		17a
	b	Investment expenses		17b
er	0	Dividend distributions paid from accumulated earnings and profits		17c
ei rmatio	1 4	Other items and amounts (attach schedule)		\$0000000000000
mauo	1	Income/loss reconciliation. (Required only if Schedule M-1 must be comple	eted.) Combine	
	1	the amounts on lines 1 through 10 in the far right column. From the result, su		
	1	of the amounts on lines 11 through 12e and lines 14l or 14m, whichever appl		. 17e

.e 14

	: The corporation is not required to	complete Schedules	L and M-1 if ques	tion y of Schedule	B is answered "Yes."
in	edule L Balance Sheets per Books	Beginning	of tax year		End of tax year
	Assets	(a)	(b)	(c)	(4)
1	Cash		4		
	Trade notes and accounts receivable				
Ь	Less allowance for bad debts				
3	Inventories				
i,	U.S. government obligations				
5	Tax-exempt securities Other current assets Stmt 3				
-5	Other current assets Stmt 3			=4	
7	Loans to shareholders			<u></u>	
3	Mortgage and real estate loans				
:3	Other investments Stmt 4				
10a	Buildings and other depreciable assets				
ď	Less accumulated depreciation		9		
Па	Depletable assets				
Ь	Less accumulated depletion				00000000000
*2	Land (net of any amortization)			**************************************	
13 a	Intangible assets (amortizable only)				
ь	Less accumulated amortization				8803888888
14	Other assets (attach sch.) Stmt 5				
15	Total assets		90000		
	Liabilities and Shareholders' Equity				
15	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
.3	Other current liabilities				
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach sch.) Stmt 6				
2.2	Capital stock				
23	Additional paid-in capital				
2 4 2 5	Retained earnings Adjustments to shareholders'				
	equity (attach schedule)				
2 6	Less cost of treasury stock				
27 301	Total liabilities and shareholders' equity hedule M≥1 Reconciliation of Inc	ome (Loss) per Roc	ke With Income	(Loss) per Return	
4	Net income (loss) per books	come (Loss) per boo			
2	` '' '' '' '' '' '' '' '' '' '' '' '' ''			n books this year not inclu-	ped
4	Income included on Schedule K, lines 1, 2, 3c, 4,			es 1 through 10 (itemize):	
	5a, 6, 7, 8a, 9, and 10, not recorded on books this		a lax-exempt interes	st \$	
3	year (itemize): Expenses recorded on books this year not		6 Deductions inclu		
3	included on Schedule K, lines 1 through 12,			nd 141 or (14m), not cha	
	and 14I or (14m) (itemize):		=	come this year (itemize	-
а			a Depreciation \$	• •)·
b	Travel and entertainment \$		Stmt 7		
			7 Add lines 5 and		
4	Add lines 1 through 3			6	loop line 7
5020550	Analysis of Assum	illated Adjustment	Account Other	Adjustments Acc	ount, and Shareholders'
Sc	hedule M-2 Analysis of Accum Undistributed Taxa	able Income Previou	siv Taxed (see n	page 32 of the inst	ructions)
		(a) Accumulated		ther adjustments	(c) Shareholders' undistributed
		adjustments accou	nt (B) O	account	taxable income previously taxed
1	Balance at beginning of tax year				
2	Ordinary income from page 1, line 21				
3	Other additions Stmt 8				
4	Loss from page 1, line 21				
5	Other reductions Stmt 9	,	7	······	
6	Combine lines 1 through 5				
7	Distributions other than dividend distributions				
8					

		F	Final K-1	Amended K-	1	OMB No. 1545-0130
chedule K-1	2004	-	Sharehol	der's Sha	o of	Current Year Income,
Form 1120S)		.⊬a				d Other Items
	F	•				
comal Revenue Service		7 (Ordinary business acome	(IOSS)	13 (Credits & credit recapture
and ending						. 4
the make the state of the same. Deduce	4:	2	vet rental real estate inco	ome (loss)		•
hareholder's Share of Income, Deduc))	
redits, etc. See back of form and separa	te instructions.	3	Other net rental income (loss)		
		1				
Part I Information About the Corporation	1		******			
		4	nterest income			
A Corporation's employer identification number						
36-3080794		5a	Ordinary dividends		ļ	
B Corporation's name, address, city, state, and ZIP code						
WS UTILITY, INC.		5b	Qualified dividends	,	14	Foreign transactions
C/O WILLIAM L. SMITH, JR.				H.		
11 E. ADAM STREET, SUITE 14	00	6	Royalties			
			(Cyallics			
and the state of t	03					
C IRS Center where corporation filed return		7	Net short-term capital ga	in (loss)		. #
Cincinnati, OH 45999						
		8a	Net long-term capital gai	n (loss)		45
D Tax shelter registration number, if any						
E Check if Form 8271 is attached		86	Collectibles (28%) gaiñ (lors)	_	
			 	1055/	}	
Part II Information About the Shareholde	r					
		8c	Unrecaptured section 12	250 gain		[
F Shareholder's identifying number						
		9	Net section 1231 gain (lo	oss)		
G Shareholder's name, address, city, state, and ZIP code		7				ì
WILLIAM L. SMITH, JR.		10	Other income (loss)		15	Alternative minimum tax (AMT) items
11 E. ADAM STREET, SUITE 14	100	1.0	1] '']
II E. ADAM SIKEEI, SUIIE 14	100	-	<u></u>			
		É	2		-	
CHICAGO IL 606		-tapp	er Markeya yek			
CHICAGO IL 606		- August	Alteria hou			
CHICAGO IL 606 H Shareholder's percentage of stock		· fares	Appropries			
CHICAGO IL 606		- April 1	#Gegeph			
CHICAGO IL 606 H Shareholder's percentage of stock		- Sealer	Afterse gain			
CHICAGO IL 606 H Shareholder's percentage of stock		- Aparti				
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	· · · · · · · · · · · · · · · · · · ·				
CHICAGO IL 606 H Shareholder's percentage of stock	03	- Angel				
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11			16	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03				16	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03		Section 179 deduction		16	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11			16	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		15	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		16	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		16	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		16	Items affecting shareholder basis
CHICAGO II. 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		16	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		16	Items affecting shareholder basis
CHICAGO II. 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		16	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction			
CHICAGO II. 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		17	Items affecting shareholder basis
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction			
CHICAGO II. 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		17	
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year	03	11	Section 179 deduction		17	
CHICAGO IL 606 H Shareholder's percentage of stock ownership for tax year For I R S U S	03	11 12	Section 179 deduction		17	
CHICAGO II. 606 H Shareholder's percentage of stock ownership for tax year For IRSS	03	11 12	Section 179 deduction Other deductions		17	
CHICAGO H Shareholder's percentage of stock ownership for tax year For I RSS Use Port of the control of the c	03	11 12	Section 179 deduction Other deductions		17	
CHICAGO H Shareholder's percentage of stock ownership for tax year For I RSS U see	03	11 12	Section 179 deduction Other deductions		17	
CHICAGO H Shareholder's percentage of stock ownership for tax year For I RSS Use Port of the control of the c	03	11 12	Section 179 deduction Other deductions		17	
CHICAGO H Shareholder's percentage of stock ownership for tax year For I RSS U see	03	11 12	Section 179 deduction Other deductions		17 A	

		LJ F	Final K-1	nijended K-	-1	OMB No. 1545-0130
chedule K-1 Form 1120S)	2004	Pa				Current Year Income, d Other Items
	ar beginning	1 (Ordinary business inco			Credits & credit recapture
hareholder's Share of Incor		2	Net rental real estate in	ncome (loss)		
	form and separate instructions.	3	Other net rental income	e (ioss)		
Part I Information About the	Corporation	4	Interest income			
A Corporation's employer identification number 36-3080794		5a	Ordinary dividends			
B Corporation's name, address, city, state, and a WS UTILITY, INC. C/O WILLIAM L. SMIT		5b	Qualified dividends	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	14	Foreign transactions
11 E. ADAM STREET,	SUITE 1400 IL 60603	6	Royalties			
C IRS Center where corporation filed return Cincinnati, OH 459	99	7	Net short-term capital	gain (loss)		
D Tax shelter registration number, if any		8a	Net long-term capital	gain (loss)		
E Check if Form 8271 is attached Part II Information About the	Sharahaldar	8b	Collectibles (28%) gai	in (łoss)		
Part II Information About the	. Stateholder	8c	Unrecaptured section	1250 gain		
G Shareholder's name, address, city, state, and	ZIP code	9	Net section 1231 gair	n (loss)		
LESLIE S. SMITH 11 E. ADAM STREET,		10	Other income (loss)		15	Alternative minimum tax (AMT) items
CHICAGO	IL 60603					
H Shareholder's percentage of stock ownership for tax year						
		_				
		11	Section 179 deduction	on	16	Items affecting shareholder basis
羅川 副运 加速 的水 呼光 萨坎克林 (以)	PARAGONAL SANTAN PERANTAN PER	12	Other deductions			
F						
r 1					17 A	Other information
R S					1	
U s e					_	
O n		-			+-	
у						
			* See attac	ched statem	nent fo	or additional information.

		F	Final K-1	led K-1	OMB No. 1545-0130
	004	Pa			Current Year Income,
orm 1120S) partment of the Treasury Tax year beginning			Deductions, Cr		
Partners of the Treasury Email Revenue Service and ending		1 (Ordinary business income (loss)	13	Credits & credit recapture
hareholder's Share of Income, Deductions	, ,	2	Net rental real estate income (loss)		
redits, etc. See back of form and separate instr	uctions.	3 (Other net rental income (loss)		
Part 1 Information About the Corporation		4 1	nterest income		
A Corporation's employer identification number 36-3080794	-	5a	Ordinary dividends		
B Corporation's name, address, city, state, and ZIP code WS UTILITY, INC.		<u> </u>	Qualified dividends		Facility
C/O WILLIAM L. SMITH, JR.		30	Quained dividends	14	Foreign transactions
11 E. ADAM STREET, SUITE 1400 CHICAGO IL 60603		6	Royalties 		
C IRS Center where corporation filed return Cincinnati, OH 45999		7	Net short-term capital gain (loss)		
D Tax shelter registration number, if any		8a	Net long-term capital gain (loss)		
E Check if Form 8271 is attached		8b	Collectibles (28%) gain (loss)		
Part II Information About the Shareholder F Shareholder's identifying number		8c	Unrecaptured section 1250 gain		
		9	Net section 1231 gain (loss)		
G Shareholder's name, address, city, state, and ZIP code ALEXANDER C. SMITH 11 E. ADAM STREET, SUITE 1400	-	10	Other income (loss)	15	Alternative minimum tax (AMT) items
CHICAGO IL 60603					
H Shareholder's percentage of stock ownership for tax year					
Ownership for tax year					
		11	Section 179 deduction	16	Items affecting shareholder basis
医眼间 到一个 表表的过去分词 医人名巴尔尔 经收收 的过去式和过去分词 不一句,"这么是'你'这么许是'我们'有'处'。"		12	Other deductions		
	i				
F o					
				17 A	Other information
R S U				111	A 2 H 1/2
S e					
O n I					
y					
			*See attached stat	ement fo	or additional information

		F	final K-1		K-1	OMB No. 1545-0130
chedule K-1	2004 [Da	rt III Shar	eholder's Sh	are of	Current Year Income.
Form 1120S)						d Other Items
spartment of the Treasury Tax year beginning	1	1 (Ordinary business	incom <u>e (loss)</u>	13 0	redits & credit recapture
ternal Revenue Service and ending		1			1	
		2 1	vet rental real esta	te income (joss)	1	
hareholder's Share of Income, Deduction	ıs,	Ī	101101110111011	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	1 1	
redits, etc. See back of form and separate ins	· · · · · · · · · · · · · · · · · · ·	3	Other net rental inc	come (loss)	-	
7,047,60			Jules Het Terrial I.K	2011e (1033)		
Part I Information About the Corporation						
		4	nterest income			į
A Corporation's employer identification number						
36-3080794		5a	Ordinary dividends		1 1	İ
B Corporation's name, address, city, state, and ZIP code						
WS UTILITY, INC.		5b	Qualified dividend	S	14	Foreign transactions
C/O WILLIAM L. SMITH, JR.						
11 E. ADAM STREET, SUITE 1400		6	Royalties			
CHICAGO IL 60603						
C IRS Center where corporation filed return		7	Net short-term car	pital gain (loss)		
Cincinnati, OH 45999						
		8a	Net long-term cap	oital gain (loss)		
D Tax shelter registration number, if any				(/		
E Check if Form 8271 is attached		Ph	Collectibles (28%	\ cain (loss)		
		80	Collectibles (20%) gain (loss)		
Part II Information About the Shareholder			11	#ing 1250 main		
		1 00	Unrecaptured sec	1250 gain		
F Shareholder's identifying number			11-1	-!- (!)		
		9	Net section 1231	gain (ioss)		
G Shareholder's name, address, city, state, and ZIP code			1			
BARTON W. SMITH		10	Other income (los	ss)	15	Alternative minimum tax (AMT) items
11 E. ADAM STREET, SUITE 1400					_	
^^					-	
CHICAGO IL 60603		-	ļ			
H Shareholder's percentage of stock						
ownership for tax year	%					
		1	1			
19 11年10日,但从内容与人是对于人民的人,但不是不是一种,但是不是一种的人的人。	III III				1	
	·					
		11	Section 179 ded	uction	16	Items affecting shareholder basis
	7		1		ı	
ENTIRE PLANT THAT I THE PROPERTY OF THE PROPER		12	Other deductions	s		
			1		1	1
					-	
-						
F 0						
r					17	Other information
					A	
R						
Ü		}			1	
; S						
е					}	
i O ' n						
į (
y						
			* See at	tached stater	nent fo	or additional information.

form 4562

Depreciation and Amortization

(Including Information on Listed Property)

See separate instructions.

Attach to your tax return.

OMB No. 1545-0172

2004

Attachment Sequence No. 67

Pepartment of the Treasury memal Revenue Service tame(s) shown on return

WS UTILITY, INC.

Identifying number 36-3080794

		·											
	ss or activity to which this form relates RESORT UTILITIES									•			
	t I Election To Expen		rty Under Sec	tion 179									
	Note: If you have a		-			como	lete Pa	rt I					
1	Maximum amount. See page 2 of t					0011.0		<u> </u>	1				
	Total cost of section 179 property;		•) 1 ₀ ,	· · · · · · ·	2				
	Threshold cost of section 179 prop							····· }	3				
	Reduction in limitation. Subtract lin								4				
	Dollar limitation for tax year. Subtract lin			ied filina se	barately, se	e page 3	of the inst	ructions	5				
	(a) Description			b) Cost (b)				ected cost					
5													
7	Listed property. Enter the amount from line 29												
8	· · · · · · · · · · · · · · · · · · ·												
9	Tentative deduction. Enter the sm	aller of line 5 or line 8	·						9				
10	Carryover of disallowed deduction	from line 13 of your 2	003 Form 4562						10				
11	Business income limitation. Enter							s)	11				
12	Section 179 expense deduction. A	dd lines 9 and 10, but	t do not enter more	than line	11		 		12				
13	Carryover of disallowed deduction					13							
Note:	Do not use Part II or Part III below	for listed property. In	stead, use Part V.										
Pa	rt II — Special Depreciati	on Allowance ar	nd Other Depre	eciation	(Do no	t inclu	ude liste	d prop	erty.`				
14	Special depreciation allowance for quali	ified prop. (other than liste	ed prop.) placed in se	rvice during	the tax yea	ır (see p	g. 3 of the i	nstructions	14				
15	Property subject to section 168(f)(1) election (see page	4 of the instruction	rs)					15				
16	Other depreciation (including ACR				<u> </u>		<u> </u>		16				
Pa	rt III MACRS Depreciat	ion (Do not inclu	de listed prope	erty.) (S	ee page	5 of	the inst	ructions	3.)				
			Section										
17	MACRS deductions for assets pla								17				
18	If you are electing under section 1		assets placed in se	ervice duri	ng the tax	year		. —					
	into one or more general asset ac				· · · · · · · · · · · · · · · · · · ·		<u></u>	>					
	Section B-A	ssets Placed in Servi				Genera	l Depreci	ation Sys	stem				
	(a) Classification of property	(b) Month and year placed in service	(c) Basis for depred (business/investme only-see instructi	entuse ('C	Recovery period	(e) Co	nvention	(f) Meth	od	(g) Depreciation deduction			
19a	3-year property												
<u> b </u>	5-year property]				1	1 Q						
c	7-year property]]											
<u>d</u>	10-year property] [[
<u>e</u>	15-year property				(1	4Q						
f	20-year property] [
<u>g</u>	25-year property				25 yrs.	1	MM	S/I					
h	Residential rental				27.5 yrs.		MM	S/I					
	property				27.5 yrs.		MM	S/					
i	Nonresidential real				39 yrs.		MM	S/					
	property						MM	S/					
		sets Placed in Servic	e During 2004 Tax	x Year Us	ing the Al	ternati	ve Depre	ciation S	ysten	<u>n</u>			
20a								S/					
р	12-year				12 yrs.			S/	<u> </u>				
C	· · · · · · · · · · · · · · · · · · ·			1_	40 yrs.	<u> </u>	MM	S/	<u>L</u>				
	ort IV Summary (see pa		ctions)										
21	Listed property. Enter amount from								21				
22	Total. Add amounts from line 12,	_		,					}	-			
	Enter here and on the appropriate		and the second s	corporati	ions-see ii	nstr	<u> </u>		22	000000000000000000000000000000000000000			
23	For assets shown above and place	-	•										
	enter the portion of the basis attri	butable to section 263	A costs	<u></u>		23							

36-3080794 WS UTILITY, INC. form 4562 (2004) Page 2 Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and Part V property used for entertainment, recreation, or amusement.) Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable. Section A-Depreciation and Other Information (Caution: See page 9 of the instructions for limits for passenger automobiles.) X Yes Do you have evidence to support the business/investment use claimed? No 24b If "Yes," is the evidence written? X Yes No (c) (a) (a) Business Date placed in Cost or other Type of prop Basis for depreciation Recovery Method/ Depreciation Elected investment (list vehicles (business/investment period service basis Convention deduction section 179 use use only) first) percentage cost Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see page 8 of the instructions) 25 F . 1884 Property used more than 50% in a qualified business use (see page 8 of the instructions) See Statement Property used 50% or less in a qualified business use (see page 8 of the instructions): S/L-S/L-28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 28 Add amounts in column (i), line 26. Enter here and on line 7, page 1 Section B-Information on Use of Vehicles Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner." or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles 30 Total business/investment miles driven (b) (e)⁴ ** (f) ** (a) (c) (d)during the year (do not include commuting Vehicle 1 Vehicle 2 Vehicle 3 Vehicle 4 Vehicle 5 Vehicle 6 miles-See page 2 of the instructions) Total commuting miles driven during the year 31 32 Total other personal (noncommuting) miles driven Total miles driven during the year. Add lines 30 through 32 Was the vehicle available for personal Yes No Yes No Yes No Yes No Yes No Yes No use during off-duty hours? 35 Was the vehicle used primarily by a more than 5% owner or related person? Is another vehicle available for personal use? . Section C-Questions for Employers Who Provide Vehicles for Use by Their Employees Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see page 10 of the instructions). Yes No Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees? 37 X Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See page 10 of the instructions for vehicles used by corporate officers, directors, or 1% or more owners X 39 Do you treat all use of vehicles by employees as personal use? 40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received? X Do you meet the requirements concerning qualified automobile demonstration use? (See page 10 of the instructions.) X Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles Part VI Amortization (e) (c) (d) (b) Amortization (a) Date amortization Amortizable Code Amortization for period or Description of costs beains amount section this year percentage Amortization of costs that begins during your 2004 tax year (see page 11 of the instructions): CLOSING COSTS

1/01/04

Amortization of costs that began before your 2004 tax year

DAA

Total. Add amounts in column (f). See page 12 of the instructions for where to report

8/23/2007 10:45 AM

Federal Statements

36-3080794 FYE: 12/31/2004

General Footnote

Description

STATEMENT OF CIAC COLLECTIONS AND EXPENDITURES PER CODE SECTION II8(C)

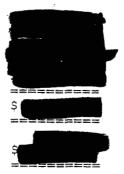
1. AMOUNT EXPENDED FOR QUALIFIED PROPERTY
TOTAL CONTRIBUTIONS COLLECTED IN 2004
UNEXPENDED COLLECTIONS 2003
TOTAL CONTRIBUTIONS EXPENDED PER SECTION 118(C)(b)(4)

UNEXPENDED CIAC COLLECTED

2. AMOUNT THAT WILL NOT BE EXPENDED ON QUALIFIED PROPERTY \$

(ALL AMOUNTS HAVE BEEN EXPENDED)

3. CIAC NOT EXPENDED PER 118(c)(1)





8/23/2007 10:45 AM

36-3080794

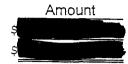
FYE: 12/31/2004

Federal Statements

Statement 1 - Form 1120S, Page 1, Line 5 - Other Income

Description

Other income Total



Statement 2 - Form 1120S, Page 1, Line 19 - Other Deductions

Description

Chemicals
Sludge Removal
Materials & Supplies
LABORATORY TESTING
Contractual Services
Dues & subscriptions
Insurance
Utilities and telephone
Vehicle expense
Legal and accounting
Miscellaneous expense
Postage and supplies

Amortization Total



36-3080794

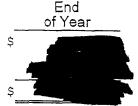
Federal Statements

FYE: 12/31/2004

Statement 3 - Form 1120S, Page 4, Schedule L, Line 6 - Other Current Assets

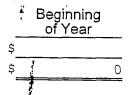
Description PREPAID INSURANCE UTILITY DEPOSITS PREPAID EXPENSES/EDU'S Total

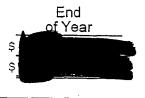




Statement 4 - Form 1120S, Page 4, Schedule L, Line 9 - Other Investments

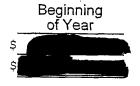
Description CERTIFICATE OF DEPOSIT Total

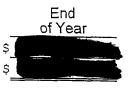




Statement 5 - Form 1120S, Page 4, Schedule L, Line 14 - Other Assets

Description Navy plant Total

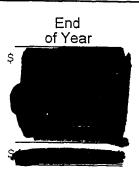




Statement 6 - Form 1120S, Page 4, Schedule L, Line 21 - Other Liabilities

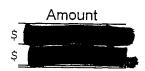
Description CUSTOMER DEPOSITS ACCRUED TAXES DEFERRED INCOME CONTRIBUTIONS IN AID OF CONST ACCUM AMORT OF CIAC Refundable Advances for Const. Total





Statement 7 - Form 1120S, Page 4, Schedule M-1, Line 6 - Deductions on Return Not on Books

Description Amortization Book/Tax Diff Total



1525 WS UTILITY, INC.

66-3080794 FYE: 12/31/2004

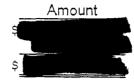
Federal Statements

8/23/2007 10:45 AM

Statement 8 - Form 1120S, Page 4, Schedule M-2, Line 3(a) - Other Additions

Description

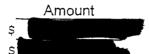
Interest Income Amortization Book/Tax Diff Total



Statement 9 - Form 1120S, Page 4, Schedule M-2, Line 5(a) - Other Reductions

Description

Depreciation Book/Tax Diff
Total



Federal Statements

36-3080794

FYE: 12/31/2004

KW RESORT UTILITIES

Statement 10 - Form 4562, Part V, Line 26 - Property Used More Than 50% in Qualified Business

	Property Type										
		Date in Service	Busn Use %	·	Cost or Basis		Basis For Depr	<u>Per</u>	Meth	Deduct	Sec 179
RECEIVED IN TRADE											
FOR ASSET # 72		10/20/03		\$ —		Ş				Ş	\$
FORD TRUCK		12/31/04				r N					
Total				\$		\$_				\$	\$ 0

coadment of the Treasury mail Revenue Service

Lm 1120S

U.S. Income Tax Return for an S Corporation

▶ Do not file this form unless the corporation has filed Form 2553 to elect to be an S corporation.

▶ See separate instructions.

OMB No. 1545-0130

2005

		ve date of S		Name			C Emp	lover ident	tification number	
	election	n	Use the IRS	WS UTILITY, INC.			1 '	-3080		
	1/	01/99	label. Other-	Number, street, and room or suite no. If		ctions.	D Date	Date incorporated 1/20/1998		
	Busine numbe	ess code	wise, print or	C/O WILLIAM L. SN		400	-			
	instruc		type.	11 E. ADAM STREET	, SULTE I	.400				
	2 21	.300		City or town, state _k and ZIP code CHICAGO	IL 60	603	E Tota	accets/co	e instructions)	
		k applicable boxes:	: (1)	Initial return (2) Final return			Address char	nge (5)	· Amended return	
				corporation at end of the tax year	. ,			, ,		
				income and expenses on lines 1a th						
		Gross rcpt, or sales			wances		Bal▶	1c		
0	2	Cost of goods sold	(Schedule A	x, line 8)				2		
ncone				n line 1c				3		
	4	Net gain (loss) from	n Form 4797	, Part II, line 17 (attach Form 4797)			1	4		
	5	Other income (loss	s) (attach sta	tement)		See Stmt	1	5		
	6	Total income (loss	s). Add lines	3 through 5	<u> </u>		▶	6		
	7	Compensation of c	officers					7		
	8	Salaries and wage	s (iess emplo	oyment credits)				8		
(sua	9	Repairs and maint	enance	***************************************				9		
for Emulations)	10	Bad debts					<u>[</u>	10		
	11	Rents						11		
je j	12	Taxes and licenses	s					12		
SC D					•		,	13		
instructions	14a	Depreciation (attac	ch Form 4562	2)		14a				
11.	b	Depreciation claim	ned on Sched	ule A and elsewhere on return		14b				
9 199	C	Subtract line 14b f	irom line 14a	· · · · · · · · · · · · · · · · · · ·				14c		
(se	15	Depletion (Do not	deduct oil a	nd gas depletion.)			,	15		
	16							16		
Clic	17	Pension, profit-sha	aring, etc., pl	ans				17		
Deductions	18	Employee benefit	programs					18		
۵	19	Other deductions	(attach stater	ment) ounts shown in the far right column t		See Stm	t 2	19		
	20	Total deductions.	. Add the am	ounts shown in the far right column t	or lines 7 through	19		20		
	21			ss). Subtract line 20 from line 6			·····	21		
				ome tax (attach statement)	, i					
	l	Tax from Schedule	•			22b				
υį	С	Add lines 22a and	•							
				•••••				22c		
Уm	23			payments and amount applied from 2004	.,,,	23a				
D.	þ	Tax deposited with				23b				
and	C			uels (attach Form 4136)	L	23c				
Tax and Payment	1	Add lines 23a thro						23d		
-	24	•	• •	ructions). Check if Form 2220 is atta				24		
	25			than the total of lines 22c and 24, er				25		
	26			ger than the total of lines 22c and 2	4, enter amount over			26		
	27			redited to 2006 estimated tax that I have examined this return, including	n accompaning sch		nded 🕨	27		
=	ign	and to the best of m	y knowledge ar	nd belief, it is true, correct, and complete.	Declaration of prepare	er (other than taxpayer)	1		is return with the preparer	
	ere	i k	mation of which	preparer has any knowledge.	1	k.	shown belo	w (see instr	r.)? X Yes No	
	010	Signature of of	ficar		D-4-	P	Tiale			
		Preparer's			Date	Date	Title Chapte if	T	Preparer's SSN or PTIN	
								P00224195		
Preparer's Firm's name (or yours Carlstedt, Jackson, Nixon & Wilson CPA's EIN 59-1680455										
	se O		· · · •	2560 Gulf to Bay		200		Phone n		
		•	and ZIP code	Clearwater, FL	•	33765		}	-791-4020	
										

5.6 1	(120S (2005) WS UTILITY, II 36-305 '94		Page 2
12	dule A Cost of Goods Sold (see instructions)		
1	nventory at beginning of year	1	
	Purchases	2	
(Cost of labor	3	
A	Additional section 263A costs (attach statement)	4	
	Other costs (attach statement)	5	
	Total. Add lines 1 through 5	6	
	inventory at end of year	7	
	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	
	Check all methods used for valuing closing inventory: (i) Cost as described in Regulations section 1.471-3	\	
	(ji) Lower of cost or market as described in Regulations section 1.471-4	· 0. 平面	E ROLL
	Other (and the standard and abbath and and and abbath and abbath and and abbath		
	(A) at it there were a write down of sub-cornel poods or described in Described in A 474 2(a)		▶ ☐
	Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)		······ [H
	If the LIFO inventory method was used for mistax year, enter percentage (or amounts) of closing		
	inventory computed under LIFO	9d	in a second way
	If property is produced or acquired for resale, do the rules of Section 263A apply to the corporation?	90	Yes No
	Was there any change in determining quantities, cost, or valuations between opening and closing inventory?	L	Yes No
	If "Yes," attach explanation.		
	edule B Other Information (see instructions)		Yeś No
	Check method of accounting: (a) ☐ Cash (b) ☒ Accrual (c) ☐ Other (specify) ►		
	See the instructions and enter the:		
	(a) Business activity ▶ PUBLIC UTILITY (b) Product or service ▶ WATER & SEWER		*
	At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic	i	
	corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a statement showing: (a) name, address,		
	and employer identification number and (b) percentage owned		X
	Was the corporation a member of a controlled group subject to the provisions of section 1561?		X
5	Has this corporation filed, or is it required to file, a return under section 6111 to provide information on any reportable		<u> </u>
	transaction?	· · · · · · · · · · · · · · · · · · ·	X
6	Check this box if the corporation issued publicly offered debt instruments with original issue discount	🗟 . 🕨	
	If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discoun	nt	
	Instruments.	ŧ	7
7	If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an		
	asset with a basis determined by reference to its basis (or the basis of any other property) in the hands of a		
	C corporation and (b) has net unrealized built-in gain (defined in section 1374(d)(1)) in excess of the net recognized		"
	built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior		
	years > \$		
8	Check this box if the corporation had accumulated earnings and profits at the close of the tax year	>	
9	Are the corporation's total receipts (see instructions) for the tax year and its total assets at the end of the tax year		
	less than \$250,000? If "Yes," the corporation is not required to complete Schedules L and M-1.		X
Note:	: If the corporation had assets or operated a business in a foreign country or U.S. possession, it may be required to att		
Sche	edule N (Form 1120), Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.		
Sch	edule K Shareholders' Shares of Income, Deductions, Credits, etc.		
	Shareholders' Pro Rata Share Items	Т	otal amount
	1 Ordinary business income (loss) (page 1, line 21)	1	
	2 Net rental real estate income (loss) (attach Form 8825)	2	
	3a Other gross rental income (loss) 3a		
	b Expenses from other rental activities (attach statement) 3b	1	
_	c Other net rental income (loss). Subtract line 3b from line 3a	3c	
ncome (Loss)	4 Interest income	4	
Ξ		5a	
me	5 Dividends: a Ordinary dividends b Qualified dividends 5b		
1001	6 Povaltas	+ -	
드		6	
		7	
	8a Net long-term capital gain (loss) (attach Schedule D (Form 1120S))	8a	
	b Collectibles (28%) gain (loss) 8b	-	
	c Unecaptured section 1250 gain (attach statement) 8c	-	
	9 Net section 1231 gain (loss) (attach Form 4797)	9	
	10 Öther income (loss) (see instructions)	10	

WS UTILITY, IL 36-30 Form 1120S (2005) Shareholders' Pro Rata Share Items (continued) Total amount Deductions Section 179 deduction (attach Form 4562) 11 12a Contributions 12a b Investment interest expense 12b c Section 59(e)(2) expenditures (1) Type ▶ (2) Amount ▶ 12c(2)d Other deductions (see instructions) 12d 13a Low-income housing credit (section 42(j)(5)) 13a Credits & Credit b Low-income housing credit (other) 13b c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468) 13c d Other rental real estate credits (see instructions) Type ▶ 13d e Other rental credits (see instructions) ______Type ▶ 13e f Credit for alcohol used as fuel (attach Form 6478) 13f g Other credits and credit recapture (see instructions) Type 13g 14a Name of country or U.S. possession ▶ b Gross income from all sources 14b c Gross income sourced at shareholder level Foreign gross income sourced at corporate level: d Passive e Listed categories (attach statement) 2 oreign Transactions 14e f General limitation Deductions allocated and apportioned at shareholder level: g Interest expense 14g h Other 14h Deductions allocated and apportioned at corporate level to foreign source income: i Passive 14i j Listed categories (attach statement) 141 k General limitation Other information: 1 Total foreign taxes (check one): ▶ ☐ Paid ☐ Accrued 141 m Reduction in taxes available for credit (attach statement) 14m n Other foreign tax information (attach statement) 15a Post-1986 depreciation adjustment 15a b Adjusted gain or loss 15b c Depletion (other than oil and gas) 15c d Oil, gas, and geothermal properties-gross income 15d e Oil, gas, and geothermal properties-deductions 15e f Other AMT items (attach statement) 15f Items Affecting Shareholder Basis 16a Tax-exempt interest income 16a b Other tax-exempt income 16b c Nondeductible expenses 16c d Property distributions 16d e Repayment of loans from shareholders 16e 17a Investment income Other Information 17a b Investment expenses 17b c Dividend distributions paid from accumulated earnings and profits 17c d Other items and amounts (attach statement) e Income/loss reconciliation. (Required only if Schedule M-1 must be completed.) Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 14l

Form 1120S (2005)

	: The corporation is not required to	complete Schedules	L and M-1 if question	y of Schedule	B is answered "Yes."
	edule L Balance Sheets per Books		of tax year		End of tax year
	Assets	(a)	(b)	(c)	4/4)
1	Cash				
îз	Trade notes and accounts receivable				
d	Less allowance for bad debts	1		<u></u>	
	Inventories			-	
	U.S. government obligations			-	
5	Tax-exempt securities Other current assets Stmt 3				
5	Other current assets STUTE 3				
7	Loans to shareholders			1	
	Mortgage and real estate loans				H
9	Other investments Stmt 4		***************************************	SSS(\$5000)\$00000000000000000000000000000000	
10a	Buildings and other depreciable assets Less accumulated depreciation	,		9	
l1a b	Less accumulated depletion			*	
12	Land (net of any amortization)				
12 13a	Intangible assets (amortizable only)				3
b	Less accumulated amortization			1	
14	Other assets Stmt 5		_	7	
15	Total assets				
	Liabilities and Shareholders' Equity		The second secon	T.	
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities				
19	Loans from shareholders			•	
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities Stmt 6				
2 2	Capital stock				
23	Additional paid-in capital				
24	Retained earnings Adjustments to shareholders'		\	J	
25	equity (attach statement)			_	
26	Less cost of treasury stock			-	
27	Total liabilities and shareholders' equity	same /Less\ nor Box	We With means ()	seal nor Beturn	
	nedule M-1 Reconciliation of Inc	come (Loss) per Boo	oks with income (LC	oss) per Keturn	
1			5 Income recorded on bo		ied
2	Income included on Schedule K, lines 1, 2, 3c, 4,		on Schedule K, lines 1	. • •	
	5a, 6, 7, 8a, 9, and 10, not recorded on books this		a Tax-exempt interest Stmt 7	P	
3	year (itemize): Expenses recorded on books this year not		6 Deductions included	d on Schedula Min	as
3	included on Schedule K, lines 1 through 12,			4l, not charged aga	l l
	and 14I (itemize):		book income this ye		- A-1
а		II.	a Depreciation \$	(//-///125).	
b	Travel and entertainment \$		Stmt 8		
	Sherialiment •		7 Add lines 5 and 6		
4	Add lines 1 through 3		8 Income (loss) (Schedu	ile K, line 17e). Line 4 l	ess line 7
-		ulated Adjustments			ount, and Shareholders'
ಾರ	Undistributed Tax	able Income Previou	isly Taxed (see inst	ructions)	in the second of
		(a) Accumulated	(b) Other	r adjustments	(c) Shareholders' undistributed
		adjustments acco		ccount	taxable income previously taxed
1	Balance at beginning of tax year		9		
2	Ordinary income from page 1, line 21				
3	Other additions Stmt 9				
4	Loss from page 1, line 21		ર્		
5	Other reductions Stmt 10		3	· · · · · · · · · · · · · · · · · · ·	
6	Combine lines 1 through 5		7		
7	Distributions other than dividend distribution	s			
Q	Palance at and of tax year Subtract line 7 from line	c			l

				Final K-	1 :	Amended	K-1	OMB No. 1	545-0130
eche	edule K-1	2005	D	rt III	Shareh	older's Sh	are of	Current Year Incom	ne.
For	m 1120S) For calendar year 2005, o	or tax						d Other Items	7
	ment of the Trezsury year beginning ! Revenue Service ending		1	Ordin	an-business in	ncome (loss)	13	Credits & credit recapture	raedi
	reholder's Share of Income, Deduction	ns,	2	Net re	ental real estat	e income (loss)		1	
	dits, etc. See back of form and separate in	nstructions.	3	Other	net rental inco	ome (loss)			
20000	art I Information About the Corporation		4	Intere	est income				
	orporation's employer identification number 6-3080794		5a	Ordin	ary dividends				
7	orporation's name, address, city, state, and ZIP code VS UTILITY, INC.	ě	5b	Quali	fied dividends		14	Foreign transactions	
1	C/O WILLIAM L. SMITH, JR. 1 E. ADAM STREET, SUITE 1400 CHICAGO IL 60603		6	Roya	lties	÷.			
C IF	S Center where corporation filed return Cincinnati, OH 45999		7	Net s	short-term capi	tal gain (loss)		š	
D [Tax shelter registration number, if any	_	8a	Net I	ong-term capit	ál gain (loss)			
EL	Check if Form 8271 is attached art II Information About the Shareholder		8b	Colle	ectibles (28%)	gain (loss)			
	hareholder's identifying number		8c	Unre	captured secti	on 1250 gain		*	glo) *
GS	hareholder's name, address, city, state and ZIP code		9	Net;	section 12 <u>31 a</u>	ain (loss)		.***.	
1	WILLIAM L. SMITH, JR. 11 E. ADAM STREET, SUITE 1400		10	Othe	er income (loss)	15	Altemative minimum tax (A	MT) items
. (CHICAGO IL 60603			,				6 11	
	Shareholder's percentage of stock ownership for tax year				-	*			
-									
			11	Sec	tion 179 deduc	ction	16	Items affecting shareholde	er basis
	መመጠ መንዲስ ይህ ዕቀት እ ፈብረ በማይደረ መታላሲ ዘውደን ክዳይን መኖሮት መንግት ከሕዜ አጥታነት ዘመብ የሰማይ በ ሲ		12	Othe	er deductions			4.	
	; · · · · · · · · · · · · · · · · · · ·								
	**						17 A	Other information	
							1		
For IRS Use Only									
33 Us			-	+			_		
For li			-	-			-		
				*	See attac	hed statem	ent fo	r additional informat	tion

		_ F	nal K-1	Amended K	-1	OMB No. 1545-0130
chedule K-1	2005	Pai	till Shareho	older's Sha	re of i	Current Year Income,
Form 1120S) For calendar	year 2005, or tax	1, 4,	Deducti	ons, Credi	s, and	d Other Items
epartment of the Treasury year beginning year beginning was Revenue Service	ng	1	Ordinary business inc	ome (loss)	13	Credits & credit recapture
endic	ng					
a la la la Clara efina ema De	. d a 41 a m a	2	Net rental real estate	income (loss)		
hareholder's Share of Income, De						
Credits, etc. See back of form and	separate instructions.	3	Other net rental incor	ne (loss)		
Part I Information About the Corpor	ration			· · · · · · · · · · · · · · · · · · ·		
Tait 1	iation	4	Interest income			
A Corporation's employer identification number						
36-3080794		5a	Ordinary dividends			
B Corporation's name, address, city, state, and ZIP code						
WS UTILITY, INC.		5b	Qualified dividends		14	Foreign transactions
C/O WILLIAM L. SMITH, JR.						
11 E. ADAM STREET, SUITE		6	Royalties		1 1	1
CHICAGO IL 6	0603				-	
C IRS Center where corporation filed return		7	Net short-term capita	al gain (ioss)		
Cincinnati, OH 45999	<u> </u>	-				
D Tax shelter registration number, if any		8a	Net long-term capita	il gain (loss)		
E Check if Form 8271 is attached			0.11.49.1.4000()		+	
		8b	Collectibles (28%) g	ain (ioss)		
Part II Information About the Share	holder	8c	Unrecaptured section	n 1350 gain	+	
E Ob a lad de de Milion e de la		86	omecapitated section	11 1230 yalii		
F Shareholder's identifying number		9	Net section 1231 ga	ain (loss)	+	
G Shareholder's name, address, city, state and ZIP code		1		i-86.	-	
LESLIE S. SMITH		10	Other income (loss)		15	Alternative minimum tax (AMT) items
11 E. ADAM STREET, SUITE	1400		0 110, 1100,110 (1000)		~	The state of the s
11 21. 110111 0114111, 00111						
CHICAGO IL 6	50603					
H Shareholder's percentage of stock	%					į
ownership for tax year	<u></u>					
		1	}		1	1
	######################################					
	(1) (1) (1) (1) (1) (1) (1) (1) (1) (1)					
		11	Section 179 deduct	tion	16	Items affecting shareholder basis
		L				
FERTIL ESTAGN FLANT HANNAMAN IN THE FALLA CHANNEL BANK OF DANAMAN AND LANGUAGE AND COMPANY AS COMPANY AS	CHI (MM) WALING SANGASI MINE	12	Other deductions		1	
		ļ				
		{				
		-				
			 	 		
		-	<u> </u>		_ _	
					17	Other information
		-	<u> </u>		A	
χ _{lu}			<u> </u>			
0		1				
For IRS Use Only		-				
RS			1			
0		-			+-	
<u> </u>		-	* See attac	hed statem	ent fo	or additional information
1		1				21 CARCONICO CON DICTOR DICTOR CONTROL

		F	final K-1	Amended K	-1	OMB No. 1545-0130
chedule K-1 Form 1120S)	2005 For calendar year 2005, or tax	Pa				Current Year Income, d Other Items
	year beginning ending	1	Ordinary business in			Credits & credit recapture
hareholder's Share of Inco		2	Net rental real estat	te income (loss)		
	of form and separate instructions	3	Other net rental inc	ome (ioss)		
Part 1 Information About th	e Corporation	4	Interest income			
A Corporation's employer identification number 36-3080794		5a	Ordinary dividends			
B Corporation's name, address, city, state, and 2 WS UTILITY, INC.		5b	Qualified dividends	;	14	Foreign transactions
C/O WILLIAM L. SMIT 11 E. ADAM STREET,	H, JR. SUITE 1400 IL 60603	6	Royalties			
CHICAGO C IRS Center where corporation filed return Cincinnati, OH 459		7	Net short-term cap	oital gain (loss)		
D Tax shelter registration number, if any		8a	Net long-term capi	ital gain (loss)		
E Check if Form 8271 is attached		85	Collectibles (28%)	gain (loss)		
Part II Information About the F Shareholder's identifying number	ie Shareholder	8c	Unrecaptured sect	tion 1250 gain		
G Shareholder's name, address, city, state and	ZIP code	9	Net section 1231	gain (ioss)		
ALEXANDER C. SMITH 11 E. ADAM STREET,		10	Other Income (los	ss)	15	Alternative minimum tax (AMT) item
CHICAGO	IL 60603					
H Shareholder's percentage of stock ownership for tax year		<u>%</u>				
		_				
					-	
		11	Section 179 dedu	uction	16	Items affecting shareholder basis
Mill State & Land & Land Control	, LP10-125-5 PL 11 .C. 1225.; E129-3801 III	12	Other deductions	·		
					17 A	Ot
Į.						
For IRS Use Only						
or IRS						
IĽ			* See atta	ched stater	nent fo	or additional information.

		Final K-1	Amended K	(-1	OMB No. 1545-0130
chedule K-1 200	5	rt III Shareh	older's Sha	re of	Current Year Income,
Form 1120S) For calendar year 2005, or tax					d Other items
epartment of the Treasury year beginning	1	Ordinary business in		13	Credits & credit recapture
ernal Revenue Service ending	_				
hareholder's Share of Income, Deductions,	2	Net rental real estate	e income (loss)		
credits, etc. See back of form and separate instruction	ons. 3	Other net rental inco	ome (loss)		
Part I Information About the Corporation	4	Interest income			
Corporation's employer identification number 36-3080794	5a	Ordinary dividends			
Corporation's name, address, city, state, and ZIP code WS UTILITY, INC.	5b	Qualified dividends		14	Foreign transactions
C/O WILLIAM L. SMITH, JR. 11 E. ADAM STREET, SUITE 1400	6	Royalties			
CHICAGO IL 60603					
C IRS Center where corporation filed return Cincinnati, OH 45999	7	Net short-term capi	tal gain (loss)		
D Tax shelter registration number, if any	8a	Net long-term capit	al gain (ioss)		
E Check if Form 8271 is attached	8b	Collectibles (28%)	gain (loss)		
Part II Information About the Shareholder F Shareholder's identifying number	8c	Unrecaptured secti	ion 1250 gain		
	9	Net section 1231 g	ain (loss)		
G Shareholder's name, address, city, state and ZIP code BARTON W. SMITH 11 E. ADAM STREET, SUITE 1400	10	Other income (loss		15	Alternative minimum tax (AMT) items
CHICAGO IL 60603					
H Shareholder's percentage of stock					
ownership for tax year					
國用 組織 原始的外互联系 经基础的证券的 及為 医双毛性 经股票的 建胶化物金 國 田社					
	11	Section 179 deduc	ction	16	Items affecting shareholder basis
國用 副长 医小足球形式 医抗心性 (A.C.) (A.C. HARLOUT A.R. A.B. A. A.R. A. B.R. A.R. A.R. A.R	12	Other deductions			
:		1		17 A	Other information
Nego and the second sec					
For IRS Use Only				-	
14 CO	-				
		* See attac	ched staten	nent fo	or additional information.

his list identifies the codes used on Schedule or all shareholders and provides summarized report file Form 1040. For detailed reporting and filing information, see the separate Shareholder's Inst. astructions for your income tax return.

ng information for shareholders ons for Schedule K-1 and the

st	ruct	ions for your income tax return	
		nary business income (loss). You r ne (loss) is passive or nonpassive. Th	
	folio		Enter on
	Pass	ive loss	See the Shareholder's Instructions
	Pass	ive income	Schedule E, line 28, column (g)
	Non	passive loss	Schedule E, line 28, column (h)
	Non	passive income	Schedule E, line 28, column (j)
		rental real estate income (loss) er net rental income (loss)	See the Shareholder's Instructions
	Net i	ncome	Schedule E, line 28, column (g)
	Net I	oss	See the Shareholder's Instructions
	Inte	rest income	Form 1040, line 8a
a.	Ord	inary dividends	Form 1040, line 9a
iЬ.	Qua	lified dividends	Form 1040, line 9b
i.	Roy	alties	Schedule E, line 4
	Net	short-term capital gain (loss)	Schedule D, line 5, column (f)
la.		long-term capital gain (loss)	Schedule D, line 12, column (f)
		ectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4
			(Schedule D instructions)
		ecaptured section 1250 gain	See the Shareholder's Instructions
}. !o		section 1231 gain (loss) er income (loss)	See the Shareholder's Instructions
ıu.	Cod	• •	
	A	Other portfolio income (loss)	See the Shareholder's Instructions
	В	Involuntary conversions	See the Shareholder's Instructions
	С	Sec. 1256 contracts & straddles	Form 6781, line 1
	D	Mining exploration costs recapture	See Pub. 535
	Ε	Other income (loss)	See the Shareholder's Instructions
		tion 179 deduction	See the Shareholder's Instructions
12.	Oth	er deductions	
	Α	Cash contributions (50%)	Schedule A, line 15a
	В	Cash contributions (30%)	Schedule A, line 15a
	С	Noncash contributions (50%)	Schedule A, line 16
	D	Noncash contributions (30%)	Schedule A, line 16
	Ε	Capital gain property to a 50%	
	_	organization (30%)	Schedule A, line 16
	F	Capital gain property (20%)	Schedule A, line 16
	G	Cash contributions (100%)	See the Shareholder's Instructions
	H	Investment interest expense	Form 4952, line 1
	j	Deductions-royalty income Section 59(e)(2) expenditures	Schedule E line 18 See the Shareholder's Instructions
	ĸ	Deductions-portfolio (2% floor)	Schedule A. line 22
	L	, , ,	·
	M	Deductions-portfolio (other) Reforestation expense	Schedule A, line 27
	141	deduction	Con the Charakelded test off
	ы		See the Shareholder's Instructions
	N	Preproductive period expenses	See the Shareholder's Instructions
	0	Commercial revitalization	
		deduction from rental real estate activities	Con Form 0500 (mark) 15
	Р		See Form 8582 Instructions
	F	Domestic production activities information	See Form 8903 Instructions
	Q	Qualified production activities	See Form 8503 msuuctions
	Q	income	Form 8903, line 7
	R	Employer's W-2 wages	Form 8903, line 13
	S	Other deductions	See the Shareholder's Instructions
13.		dits & credit recapture	
	Α	Low-income housing credit	
	_	(section 42(j)(5))	Form 8586, line 4
	В	Low-income housing credit (other)	Form 8586, line 4
	С	Qualified rehabilitation	
	_	expenditures (rental real estate)	Form 3468, line 1
	D	Qualified rehabilitation	
		expenditures (other than rental	Fa 2402 " - :
	-	real estate)	Form 3468, line 1
	Ε	Basis of energy property	See the Shareholder's Instructions
	F	Other rental real estate credits	See the Shareholder's Instructions
	G H	Other rental credits	See the Shareholder's Instructions
	1	Undistributed capital gains credit	Form 1040, line 70, check box a
	ı J	Credit for alcohol used as fuel Work opportunity credit	Form 6478, line 4
	K	Welfare-to-work credit	Form 5884, line 3 Form 8861, line 3

	<u>Coc</u>	<u>ie</u>	Enter on					
	M	Empowerment zone and renewal						
		community employment credit	Form 8844, line 3					
	N	Credit for increasing research	· -,- · · · · · · · · ·					
		activities }	Form 6765, line 42					
	0	New markets credit	Form 8874, line 2					
	Ρ	Credit for employer social	_					
	_	security and Medicare taxes	Form 8846, line 5					
	Q R	Backup withholding Recapture of low-income	Form 1040, line 64					
		housing credit (section 42(j)(5))	Form 9611 line 9					
	s	Recapture of low-income	Form 8611, line 8					
	3	housing credit (other)	Form 8611, line 8					
	Т	Recapture of investment credit	See Form 4255					
	Ù	Other credits	See the Shareholder's Instructions					
	v	Recapture of other credits	See the Shareholder's Instructions					
14.	For	reign transactions						
	Α	Name of country or U.S.						
		possession	Form 1116, Part I					
	В	Gross income from all sources	Form 1116, Part I					
	С	Gross income sourced at						
		shareholder level	Form 1116, Part I					
	Foreign gross income sourced at corporate level							
	D	Passive	Form 1116, Part I					
	Ε	Listed categories	Form 1116, Part I					
	F	General limitation	Form 1116, Part I					
	<u>De</u>	ductions allocated and apportioned at sl	hareholder level					
	G	Interest expense	Form 1116, Part I					
	Н	Other	Form 1116, Part I					
	<u>De</u>	ductions allocated and apportioned at c	orporate level to foreign source					
	inc	ome						
	ı	Passive	Form 1116, Part I					
	J	Listed categories	Form 1116, Part I					
	κ	General limitation	Form 1116, Part I					
	<u>Ott</u>	ner information	,					
	L	Total foreign taxes paid	Form 1116, Part II					
	M	Total foreign taxes accrued	Form 1116, Part II					
	N	Reduction in taxes available for	,					
		credit	Form 1116, line 12					
	0	Foreign trading gross receipts	Form 8873					
	Р	Extraterritorial income exclusion	Form 8873					
	Q	Other foreign transactions	See the Shareholder's Instructions					
15.	-	ternative minimum tax (AMT) items						
•••	Α.	Post-1986 depreciation adjustment	7					
	~	· cor reco debieciation adjustitient	j					

В Adjusted gain or loss С

Depletion (other than oil & gas)

Oil, gas, & geothermal properties - gross income Oil, gas, & geothermal properties - deductions

Other AMT items

See the Shareholder's Instructions and the instructions for Form 6251

16. Items affecting shareholder basis A Tax-exempt interest income

В	Other tax-exempt income
C	Nondeductible expenses
D	Property distributions
Ε	Repayment of loans from
	shareholders

17. Other information Investment income

В Investment expenses С Look-back interest-completed long-term contracts

Look-back interest-income forecast method

Dispositions of property with section 179 deductions

Recapture of section 179 deduction

G Section 453(I)(3) information н Section 453A(c) information

Section 1260(b) information Interest allocable to production

expenditures CCF nonqualified withdrawal Information needed to figure

depletion-oil and gas М Amortization of reforestation costs

Other information

Form 1040, line 8b

See the Shareholder's Instructions See the Shareholder's Instructions See the Shareholder's Instructions

See the Shareholder's Instructions

Form 4952, line 4a Form 4952, line 5

See Form 8697

See Form 8866

See the Shareholder's Instructions

DAA

Disabled access credit

Form 8861, line 3

Form 8826, line 7

See the Shareholder's Instructions

phedule K-1 (Form 1120S) 2005 his list identifies the codes used on Schedule or all shareholders and provides summarized re ng information for shareholders no file Form 1040. For detailed reporting and filing information, see the separate Shareholder's Instancions for Schedule K-1 and the astructions for your income tax return. Code Enter on Ordinary business income (loss). You must first determine whether the income (loss) is passive or nonpassive. Then enter on your return as M Empowerment zone and renewal community employment credit Form 8844, line 3 follows: Enter on Credit for increasing research See the Shareholder's Instructions Passive loss activities Schedule Filine 28, column (a) Form 6765 line 42 Passive income 0 New markets credit Form 8874, line 2 Schedule E, line 28, column (h) Nonpassive loss Credit for employer social Schedule E, line 28, column (j) Nonpassive income security and Medicare taxes Form 8846, line 5 Net rental real estate income (loss) See the Shareholder's Instructions O Backup withholding Form 1040, line 64 Other net rental income (loss) Recapture of low-income housing credit (section 42(j)(5)) Form 8611, line 8 Schedule E, line 28, column (g) Net income S Recapture of low-income Net loss See the Shareholder's Instructions housing credit (other) Form 8611, line 8 Interest income Form 1040, line 8a Recapture of investment credit See Form 4255 a. Ordinary dividends Form 1040, line 9a Other credits See the Shareholder's Instructions 5. Qualified dividends Form 1040 line 9b Recapture of other credits See the Shareholder's Instructions Rovalties Schedule Elline 4 14. Foreign transactions Net short-term capital gain (loss) Name of country or U.S. Schedule D. line 5, column (f) Α possession Form 1116, Part I a. Net long-term capital gain (loss) Schedule D, line 12, column (f) Gross income from all sources Form 1116, Part I b. Collectibles (28%) gain (loss) 28% Rate Gain Worksheet, line 4 Gross income sourced at (Schedule D instructions) shareholder level Form 1116 Part I Unrecaptured section 1250 gain See the Shareholder's Instructions Foreign gross income sourced at corporate level Net section 1231 gain (loss) See the Shareholder's Instructions D Passive Form 1116, Part I 0. Other income (loss) F Listed categories Form 1116, Part I Code General limitation Other portfolio income (loss) See the Shareholder's Instructions Form 1116 Part I Α В Involuntary conversions See the Shareholder's Instructions Deductions allocated and apportioned at shareholder level C Sec. 1256 contracts & straddles Form 6781, line 1 Interest expense Form 1116, Part ! Н Other ם Mining exploration costs recapture See Pub. 535 Form 1116, Part I Other income (loss) See the Shareholder's Instructions Deductions allocated and apportioned at corporate level to foreign source income 11. Section 179 deduction See the Shareholder's Instructions Passive 12. Other deductions Form 1116, Part I Listed categories Cash contributions (50%) Schedule A, line 15a Form 1116, Part I ĸ General limitation Form 1116 Part I В Cash contributions (30%) Schedule A, line 15a Other information C Noncash contributions (50%) Schedule A, line 16 L Total foreign taxes paid Form 1116, Part II D Noncash contributions (30%) Schedule A, line 16 М Total foreign taxes accrued Form 1116, Part II F Capital gain property to a 50% N Reduction in taxes available for organization (30%) Schedule A. line 16 credit Form 1116, line 12 Capital gain property (20%) Schedule A, line 16 Foreign trading gross receipts 0 Form 8873 Cash contributions (100%) See the Shareholder's Instructions Þ Extratemitorial income exclusion Form 8873 н Investment interest expense Form 4952 line 1 Other foreign transactions See the Shareholder's Instructions Schedule E, line 18 Deductions-royalty income 15. Alternative minimum tax (AMT) items Section 59(e)(2) expenditures See the Shareholder's Instructions Post-1986 depreciation adjustment Α Deductions-portfolio (2% floor) Schedule A, line 22 В Adjusted gain or loss See the Deductions-portfolio (other) Schedule A. line 27 C Depletion (other than oil & gas) Shareholder's М Reforestation expense Oil, gas, & geothermal properties - gross income Instructions and See the Shareholder's Instructions deduction Ε Oil, gas, & geothermal properties - deductions the instructions for Preproductive period expenses See the Shareholder's Instructions Other AMT items Form 6251 Commercial revitalization 16. Items affecting shareholder basis deduction from rental real Tax-exempt interest income Form 1040, line 8b estate activities See Form 8582 Instructions Other tax-exempt income See the Shareholder's Instructions Domestic production activities C Nondeductible expenses See the Shareholder's Instructions information See Form 8903 Instructions D Property distributions See the Shareholder's Instructions Qualified production activities Ε Repayment of loans from income Form 8903, line 7 shareholders See the Shareholder's Instructions Employer's W-2 wages Form 8903, line 13 17. Other information Other deductions See the Shareholder's Instructions Investment income Form 4952, line 4a 13. Credits & credit recapture Investment expenses Form 4952, line 5 Low-income housing credit C Look-back interest-completed (section 42(j)(5)) Form 8586, line 4 long-term contracts See Form 8697 D Low-income housing credit (other) Look-back interest-income forecast Form 8586, line 4 C Qualified rehabilitation method See Form 8866 E Dispositions of property with expenditures (rental real estate) Form 3468, line 1 section 179 deductions Qualified rehabilitation F Recapture of section 179 expenditures (other than rental deduction real estate) Form 3468, line 1 G Section 453(I)(3) information Ε Basis of energy property See the Shareholder's Instructions Section 453A(c) information Other rental real estate credits See the Shareholder's Instructions Section 1260(b) information Interest allocable to production Other rental credits See the Shareholder's Instructions

expenditures

costs

N

CCF nonqualified withdrawal

Information needed to figure

Amortization of reforestation

depletion-oil and gas

Other information

DAA

н

1

Κ

Undistributed capital gains credit

Credit for alcohol used as fuel

Work opportunity credit

Welfare-to-work credit

Disabled access credit

Form 1040, line 70, check box a

Form 6478, line 4

Form 5884, line 3

Form 8861, line 3

Form 8826, line 7

cans pay23/2007 10:48 AM
chedule K-1 (Form 1120S) 2005

This list identifies the codes used on Schedule is or all shareholders and provides summarized recommendation for shareholders from 1040. For detailed reporting and filing information, see the separate Shareholder's Institutions for Schedule K-1 and the structions for your income tax return.

េទប	ructi	ons for your income tax return		seharar	.e s Cod		Enter on	and the
		nary business income (loss). You r					<u>Liner on</u>	
		ne (loss) is passive or nonpassive. The	•		M	community employment credit	Form 8844.	line 2
	ioliow	vs: ive loss	Enter on Shareholder's Instructions		N	Credit for increasing research	FUIII 0044,	ine 3
					14	activities	Form 6765.	line 42
		ive income	Schedule E, line 28, column (g)		0	New markets credit	Form 8874.	
	,	assive loss	Schedule E, line 28, column (h)		Ρ	Credit for employer social		
		assive income	Schedule E, line 28, column (j)		_	security and Medicare taxes	Form 8846,	
		ental real estate income (loss)	See the Shareholder's Instructions		ď	Backup withholding	Form 1040,	line 64
		r net rental income (loss)			R	Recapture of low-income		
	Net in	ncome	Schedule E, line 28, column (g)		_	housing credit (section 42(j)(5))	Form 8611,	line 8
	Net ic	oss	See the Shareholder's Instructions		S	Recapture of low-income housing credit (other)	F 0044	r
	Inter	est income	Form 1040, line 8a		Т	Recapture of investment credit	Form 8611, See Form 4	
a.	Ordi	nary dividends	Form 1040, line 9a		Ú	Other credits		zaa areholder's Instructions
		lified dividends	Form 1040, line 9b		v	Recapture of other credits		areholders instructions
		alties	Schedule E, line 4	11	-	reign transactions	000 116 0116	arendider 5 msq dedorrs
	-		,	1-4.		•		
		short-term capital gain (loss)	Schedule D, line 5, column (f)		Α	Name of country or U.S. possession	Form 1116,	Dedi
		long-term capital gain (loss)	Schedule D, line 12, column (f)		В	Gross income from all sources	Form 1116,	
<i>ا</i> خ.	Colle	ectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4		c	Gross income sourced at	1 01111 1 1 10,	1 diti
			(Schedule D instructions)		_	shareholder level	Form 1116,	Part I
		ecaptured section 1250 gain section 1231 gain (loss)	See the Shareholder's Instructions See the Shareholder's Instructions		For	reign gross income sourced at comor		1 GICT
		er income (loss)	See the Shareholder's histochons		D	Passive	Form 1116,	Part I
	Code	• •			Ε	Listed categories	Form 1116,	
		Other portfolio income (loss)	See the Shareholder's Instructions		F	General limitation	Form 1116,	
		Involuntary conversions	See the Shareholder's Instructions			ductions allocated and apportioned a		
		Sec. 1256 contracts & straddles	Form 6781, line 1		G	Interest expense		_
			See Pub. 535		Н	Other	Form 1116,	
		Mining exploration costs recapture	+·				Form 1116,	
		Other income (loss)	See the Shareholder's Instructions			ductions allocated and apportioned a ome	i corporate level	to foreign source
		tion 179 deduction	See the Shareholder's Instructions		1115	Passive	F 4440	5
: 4.		er deductions			٠.		Form 1116,	
	Α	Cash contributions (50%)	Schedule A, line 15a		J	Listed categories	Form 1116	
	В	Cash contributions (30%)	Schedule A, line 15a		K	General limitation	Form 1116	, Part I
	C	Noncash contributions (50%)	Schedule A, line 16			ner information		
	D	Noncash contributions (30%)	Schedule A, line 16		L	Total foreign taxes paid	Form 1116	
	E	Capital gain property to a 50%			M	Total foreign taxes accrued	Form 1116	, Part II
		organization (30%)	Schedule A, line 16		N	Reduction in taxes available for		
		Capital gain property (20%)	Schedule A, line 16			credit	Form 1116	, line 12
		Cash contributions (100%)	,		0	Foreign trading gross receipts	Form 8873	
		, ,	See the Shareholder's Instructions		Ρ	Extratemitorial income exclusion	Form 8873	
		Investment interest expense	Form 4952, line 1		Q	Other foreign transactions	See the Sh	areholder's Instructions
	I.	Deductions-royalty income	Schedule E, line 18	15.	Aif	ternative minimum tax (AMT) item		
	J	Section 59(e)(2) expenditures	See the Shareholder's Instructions		Α	Post-1986 depreciation adjustment		
	K	Deductions-portfolio (2% floor)	Schedule A, line 22		В	Adjusted gain or loss	,	
	L	Deductions-portfolio (other)	Schedule A, line 27			, -	İ	See the
	M	Reforestation expense			С	Depletion (other than oil & gas)		 Shareholder's
		deduction	See the Shareholder's Instructions		D	Oil, gas, & geothermal properties -	gross income	Instructions and
	N	Preproductive period expenses	See the Shareholder's Instructions		Ε	Oil, gas, & geothermal properties -	deductions	the instructions for
		Commercial revitalization	out the online loader a management		F	Other AMT items	ل	Form 6251
	U			16.	Ite	ms affecting shareholder basis		
		deduction from rental real	•		Α	Tax-exempt interest income	Form 1040	line 9h
		estate activities	See Form 8582 Instructions		В	Other tax-exempt income		nareholder's Instructions
	Р	Domestic production activities			c	Nondeductible expenses	See the St	nareholder's Instructions
		information	See Form 8903 Instructions		D	Property distributions		nareholder's Instructions
	Q	Qualified production activities			Ē	Repayment of loans from	See the Si	iarerioloers instructions
		income	Form 8903, line 7		_	shareholders	See the St	nareholder's Instructions
	R	Employer's W-2 wages	Form 8903, line 13	17.	Ot	ther information	See the St	raremoider's mstructions
	s	Other deductions	See the Shareholder's Instructions		Ā	Investment income	Form 4952	line 4a
13.	Cre	dits & credit recapture			В	Investment expenses	Form 4952	•
	Α	Low-income housing credit			С	Look-back interest-completed		-,
		(section 42(j)(5))	Form 8586, line 4			long-term contracts	See Form	8697
	В	Low-income housing credit (other)	Form 8586, line 4		D	Look-back interest-income forecas		
	С	Qualified rehabilitation	·			method	See Form	8866
		expenditures (rental real estate)	Form 3468, line 1		Ε	Dispositions of property with	7	
	D	Qualified rehabilitation			_	section 179 deductions		
	-	expenditures (other than rental			F	Recapture of section 179		
		· ·	Form 2469 B 4			deduction		
	_	real estate)	Form 3468, line 1		G	Section 453(I)(3) information		
	E	Basis of energy property	See the Shareholder's Instructions		Н	Section 453A(c) information		
	F	Other rental real estate credits	See the Shareholder's Instructions		1	Section 1260(b) information)	
	G	Other rental credits	See the Shareholder's Instructions		J	Interest allocable to production	See the She	areholder's Instructions
	Н	Undistributed capital gains credit	Form 1040, line 70, check box a		к	expenditures	000 11/0 01/1	- CHOIDELS HISHUCHORS
	1	Credit for alcohol used as fuel	Form 6478, line 4		L	CCF nonqualified withdrawal Information needed to figure		
	J	Work opportunity credit	Form 5884, line 3		-	depletion-oil and gas	1	
	K	Welfare-to-work credit	Form 8861, line 3		M	,		
	1	Disabled access credit	Form 8836 line 7		.41	,, acadon of reforestation	1	

Other information

costs

Disabled access credit

Form 8826, line 7

1525 08/23/2007 10:48 AM Schedule K-1 (Form 1120S) 2005 his list identifies the codes used on Schedule . . . or all shareholders and provides summarized re his file Form 1040. For detailed reporting and filing information, see the separate Shareholder's Inst. ng information for shareholders Jons for Schedule K-1 and the astructions for your income tax return. Code Enter on Ordinary business income (loss). You must first determine whether the Empowerment zone and renewal income (loss) is passive or nonpassive. Then enter on your return as follows Enter on community employment credit Form 8844, line 3 Credit for increasing research Passive loss See the Shareholder's Instructions activities Passive income Schedule E, line 28, column (g) Form 6765, line 42 New markets credit Form 8874, line 2 Nonpassive loss Schedule E, line 28, column (h) Credit for employer social Schedule E, line 28, column (j) Nonpassive income security and Medicare taxes Form 8846, line 5 Net rental real estate income (loss) See the Shareholder's Instructions Backup withholding Form 1040, line 64 Other net rental income (loss) Recapture of low-income Net income housing credit (section 42(i)(5)) Form 8611, line 8 Schedule E, line 28, column (g) s Recapture of low-income Net loss See the Shareholder's Instructions housing credit (other) Form 8611, line 8 4. Interest income Form 1040, line 8a Recapture of investment credit See Form 4255 la. Ordinary dividends Form 1040 line 9a Other credits See the Shareholder's Instructions 5b. Qualified dividends Form 1040 line 9b Recapture of other credits See the Shareholder's Instructions Royalties Schedule E, line 4 14. Foreign transactions Net short-term capital gain (loss) Schedule D, line 5, column (f) Name of country or U.S. possession Form 1116 Part I la. Net long-term capital gain (loss) Schedule D, line 12, column (f) Gross income from all sources Form 1116, Part I 3b. Collectibles (28%) gain (loss) 28% Rate Gain Worksheet, line 4 Gross income sourced at (Schedule D instructions) shareholder level Form 1116, Part I Unrecaptured section 1250 gain See the Shareholder's Instructions Foreign gross income sourced at corporate level Net section 1231 gain (loss) See the Shareholder's Instructions n Passive Form 1116, Part I 10. Other income (loss) F Listed categories Code Form 1116, Part I Α Other portfolio income (loss) See the Shareholder's Instructions General limitation Form 1116, Part I В involuntary conversions See the Shareholder's Instructions Deductions allocated and apportioned at shareholder level C Sec. 1256 contracts & straddles Form 6781, line 1 Interest expense Form 1116, Part I D Mining exploration costs recapture See Pub. 535 Н Other Form 1116, Part I Ε Other income (loss) See the Shareholder's Instructions Deductions allocated and apportioned at corporate level to foreign source income 11. Section 179 deduction See the Shareholder's Instructions 12. Other deductions Passive Form 1116, Part I Listed categories Cash contributions (50%) Form 1116, Part I Schedule A, line 15a General limitation В Cash contributions (30%) Schedule A. line 15a Form 1116, Part I Other information C Noncash contributions (50%) Schedule A, line 16 Total foreign taxes paid L Form 1116, Part II D Noncash contributions (30%) Schedule A, line 16 М Total foreign taxes accrued Form 1116, Part II Ε Capital gain property to a 50% N Reduction in taxes available for organization (30%) Schedule A line 16 credit Form 1116, line 12 Capital gain property (20%) Schedule A line 16 Foreign trading gross receipts Form 8873 G Cash contributions (100%) See the Shareholder's Instructions Р Extraterritorial income exclusion Form 8873 н Investment interest expense Form 4952, line 1 Other foreign transactions See the Shareholder's Instructions Deductions-royalty income Schedule E. line 18 15. Alternative minimum tax (AMT) items See the Shareholder's Instructions Section 59(e)(2) expenditures Post-1986 depreciation adjustment Deductions-portfolio (2% floor) Schedule A, line 22 В Adjusted gain or loss Deductions-portfolio (other) Schedule A. line 27 C Depletion (other than oil & gas) M Reforestation expense Oil, gas, & geothermal properties - gross income deduction See the Shareholder's Instructions Oil, gas, & geothermal properties - deductions Preproductive period expenses See the Shareholder's Instructions Other AMT items Commercial revitalization 16. Items affecting shareholder basis deduction from rental real Tax-exempt interest income estate activities See Form 8582 Instructions Form 1040, line 8b Other tax-exempt income See the Shareholder's Instructions Domestic production activities See the Shareholder's Instructions C Nondeductible expenses information See Form 8903 Instructions ח Property distributions See the Shareholder's Instructions Qualified production activities Ε Repayment of loans from income Form 8903, line 7 shareholders See the Shareholder's Instructions Employer's W-2 wages Form 8903, line 13 17. Other information Other deductions See the Shareholder's Instructions Investment income Form 4952, line 4a 13. Credits & credit recapture investment expenses Form 4952, line 5 Low-income housing credit C Look-back interest-completed (section 42(i)(5)) Form 8586, line 4 long-term contracts See Form 8697 D Low-income housing credit (other) Form 8586, line 4 Look-back interest-income forecast method C Qualified rehabilitation See Form 8866 Ε Dispositions of property with expenditures (rental real estate) Form 3468, line 1 section 179 deductions Qualified rehabilitation F Recapture of section 179 expenditures (other than rental deduction

Form 3468, line 1

Form 6478, line 4

Form 5884, line 3

Form 8861 line 3

Form 8826, line 7

See the Shareholder's Instructions

See the Shareholder's Instructions

See the Shareholder's Instructions

Form 1040, line 70, check box a

G

N

Section 453(I)(3) information

Section 453A(c) information

Section 1260(b) information Interest allocable to production

CCF nonqualified withdrawal

Information needed to figure

Amortization of reforestation

depletion-oil and gas

Other information

expenditures

costs

See the Shareholder's Instructions

See the

Shareholders

Form 6251

Instructions and

the instructions for

DAA

F

Н

1

K

real estate)

Basis of energy property

Work opportunity credit

Welfare-to-work credit

Disabled access credit

Other rental credits

Other rental real estate credits

Undistributed capital gains credit

Credit for alcohol used as fuel

4797

lame(s) shown on return

Department of the Treasury nternal Revenue Service (99)

Sales of Business Property (Also Involuntary Conversions and Recapture Amounts Under Sections 179 and 280F(b)(2))

► Attach to your tax return. ► See separate instructions.

OMB No. 1545-0184

2005

Attachment Sequence No. 2

Identifying number

36-3080794 WS UTILITY, INC. Enter the gross proceeds from sales or exchanges reported to you for 2005 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20 (see instructions) Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft-Most Property Held More Than 1 Year (see instructions) (e) Depreciation (f) Cost or other (g) Gain or (loss) (c) Date sold (a) Description (b) Date acquired (d) Gross allowed or basis, plus Subtract (f) from the (mo., day, yr.) sales price allowable since of property (mo., day, yr.) improvements and sum of (d) and (e) acquisition expense of sale SEE ATTACHED SCHEDULE Various Various Gain, if any, from Form 4684, line 42 Section 1231 gain from installment sales from Form 6252, line 26 or 37 4 Section 1231 gain or (loss) from like-kind exchanges from Form 8824 5 Gain, if any, from line 32, from other than casualty or theft Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows: Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below. Individuals, partners, S corporation shareholders, and all others, If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below. Nonrecaptured net section 1231 losses from prior years (see instructions) Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return (see instructions) Ordinary Gains and Losses (see instructions) Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less): Loss, if any, from line 7 11 Gain, if any, from line 7 or amount from line 8, if applicable 12 Gain, if any, from line 31 13 13 Net gain or (loss) from Form 4684, lines 34 and 41a 14 14 Ordinary gain from installment sales from Form 6252, line 25 or 36 15 15 Ordinary gain or (loss) from like-kind exchanges from Form 8824 16 16 Combine lines 10 through 16 17 17 18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below: If the loss on line 11 includes a loss from Form 4684, line 38, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 27, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 22. Identify as from "Form 4797, line 18a." 18a Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040.

For Paperwork Reduction Act Notice, see separate instructions.

Form 4797 (2005)

There are no amounts for Page 2

Form **4562** Rev. January 2006)

Rev. January 2006)
Repartment of the Treasury
Revenue Service

Depreciation and Amortization

(Including Information on Listed Property)

See separate instructions. Attach to your tax return.

2005

achment 67

Varne(s) shown on return

WS UTILITY, INC.

Identifying number 36-3080794

	RESORT UTILITIES	3									
Pa	Part I Election To Expense Certain Property Under Section 179										
	Note: If you have any listed property, complete Part V before you complete Part I.										
1											
2	Total cost of section 179 property placed in service (see instructions)										
3	Threshold cost of section 179 prop						1	3			
4	Reduction in limitation. Subtract fin			`				4			
5	Dollar limitation for tax year. Subtra				, ,			5			
	(a) Description				(business use		ected cost				
5											
7	Listed property, Enter the amount	from line 29				7					
8	Total elected cost of section 179 p		s in column (c), lir	nes 6 and				8			
9	Tentative deduction. Enter the small		_			****		9			
10	Carryover of disallowed deduction		• • • • • • • • • • • • • • • • • • • •					10			
1 1	Business income limitation. Enter							11			
12	Section 179 expense deduction. A							12			
13	Carryover of disallowed deduction					13	 				
	Do not use Part II or Part III below								<u></u>		
200000000000000000000000000000000000000					n (Do no	t include liste	d prop	ertv `	(See instructions.)		
14	Special allowance for certain aircr						<u> </u>		/ (000 motraotions.)		
, -	or GO Zone property (other than li		- ·	-	•			14			
15	Property subject to section 168(f)(_		•			15			
15	Other depreciation (including ACR	· C \						16			
	Int III MACRS Depreciat		ide listed prot					10	<u> </u>		
0000#00#	WAONO Depreciat	ion (Bo not more		tion A	DCC 111361	delions./					
17	MACRS deductions for assets pla	ced in service in tax y						17			
18	If you are electing to group any assets p		-								
, , , , , , , , , , , , , , , , , , , 		ssets Placed in Serv						rtom			
	Section B-A.	(b) Month and	(c) Basis for dep		d) Recovery	General Deprec	ation sy	Stelli	T		
	(a) Classification of property	year placed in service	(business/investronly-see instru	ment use	period	(e) Convention	(f) Me	ethod	(g) Depreciation deduction		
19a	3-year property			<u> </u>							
b	5-year property	1									
c	7-year property					MO	2001)B			
d						~~~					
e	15-year property				3	MQ	1501)B			
f					, , , , , , , , , , , , , , , , , , , 						
	25-year property	1			25 угѕ.	MM	S/				
	Residential rental				27.5 yrs.	MM	S/				
••	property				27.5 yrs.	MM	S/		 		
	Nonresidential real					MM	S/				
•	property				39 yrs.	MM			 		
	-i-i	ote Placed in Service	During 2005 T	l	lain a tha A		S/				
202		sets Placed in Service	e During 2005 1	ax rear C	Ising the A	Ternative Depre	7		<u>n</u>		
20a		-			40	 	S/		 		
<u>b</u>			 		12 yrs.		S/		 		
	c 40-year 40 yrs. MM S/L										
	art IV Summary (see ins								V		
21	Listed property. Enter amount from							21			
22	Total. Add amounts from line 12,										
	Enter here and on the appropriate			S corpor	ations-see i	nstr.	<u></u>	22			
23	For assets shown above and place enter the portion of the basis attrib	•	•			23					

36-3080794 rm 4562 (2005) (Rev. 1-2006) Page 2 Listed Property (Include automobiles, certain other vehicles, cellular terephones, certain computers, and property used for entertainment, recreation, or amusement.) Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable. ection A-Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.) 24b If "Yes," is the evidence written? Yes No Do you have evidence to support the business/investment use claimed? Yes No (b) (e) (a) (h) (i) (a) Business Method/ Cost or other Basis for depreciation Recovery Depreciation Elected ype of property Date placed in investment (list vehicles service basis (business/investment period Convention deduction section 179 use only) percentage cost first) Special allowance for certain aircraft, certain property with a long production period, and qualified NYL or GO Zone property placed in service during the tax year and used more than 50% in a qualified business use (see instructions) Property used more than 50% in a qualified business use: RECEIVED IN TRADE ASSET 10/20/03 5.0 200DBMC FORD TRUCK 0 200DBMG 12/31/0 Property used 50% or less in a qualified business use: S/L-S/L-Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 28 Add amounts in column (i), line 26. Enter here and on line 7, page 1 Section B-Information on Use of Vehicles Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. f you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles. Total business/investment miles driven 30 (b) (d) (e) (f) (a) (c) during the year (do not include commuting Vehicle 1 Vehicle 2 Vehicle 3 Vehicle 4 Vehicle 5 Vehicle 6 Total commuting miles driven during the year 31 Total other personal (noncommuting) miles driven 32 33 Total miles driven during the year. Add lines 30 through 32 Was the vehicle available for personal Yes No Yes No Yes No Yes Νo Yes No Yes No use during off-duty hours? Was the vehicle used primarily by a 35 more than 5% owner or related person? is another vehicle available for personal use? . Section C-Questions for Employers Who Provide Vehicles for Use by Their Employees Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions) Yes No Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees? 37 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? 38 See the instructions for vehicles used by corporate officers, directors, or 1% or more owners X Do you treat all use of vehicles by employees as personal use? 39 Do you provide more than five vehicles to your employees, obtain information from your employees about 40 the use of the vehicles, and retain the information received? X Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.) Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles Part VI Amortization (e) (b) (c) (d) (f) Amortization (a) Date amortization Amortizable Code Amortization for period or Description of costs begins section amount this year ercentage Amortization of costs that begins during your 2005 tax year (see instructions): 43 Amortization of costs that began before your 2005 tax year 43 Total. Add amounts in column (f). See the instructions for where to report 44 Form 4562 (2005) (Rev. 1-2006)

DAA

Federal Statements

FYE: 12/31/2005

General Footnote

Description

STATEMENT OF CIAC COLLECTIONS AND EXPENDITURES PER CODE SECTION II8(C)

1. AMOUNT EXPENDED FOR QUALIFIED PROPERTY TOTAL CONTRIBUTIONS COLLECTED IN 2005 UNEXPENDED COLLECTIONS 2004

TOTAL CONTRIBUTIONS EXPENDED PER SECTION 118(C)(b)(4)

UNEXPENDED CIAC COLLECTED

2. AMOUNT THAT WILL NOT BE EXPENDED ON QUALIFIED PROPERTY \$

(ALL AMOUNTS HAVE BEEN EXPENDED)

3. CIAC NOT EXPENDED PER 118(c)(1)





8/23/2007 10:48 AM

36-3080794

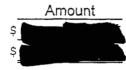
FYE: 12/31/2005

Federal Statements

Statement 1 - Form 1120S, Page 1, Line 5 - Other Income

Description

Other Income Total



Statement 2 - Form 1120S, Page 1, Line 19 - Other Deductions

Description

Chemicals Computer expense Sludge Removal Materials & Supplies LABORATORY TESTING Contractual Services Dues & subscriptions Insurance Utilities and telephone Vehicle expense Legal and accounting Miscellaneous expense Postage and supplies Amortization

Total



36-3080794 FYE: 12/31/2005

Federal Statements

8/23/2007 10:48 AM

Statement 3 - Form 1120S, Page 4, Schedule L. Line 6 - Other Current Assets

Description

PREPAID INSURANCE UTILITY DEPOSITS PREPAID EXPENSES/EDU'S

Total



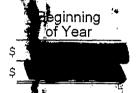
End of Year

Statement 4 - Form 1120S, Page 4, Schedule L , Line 9 - Other Investments

Description

CERTIFICATE OF DEPOSIT

Total



End of Year

Statement 5 - Form 1120S, Page 4, Schedule L, Line 14 - Other Assets

Description

Navy plant Total



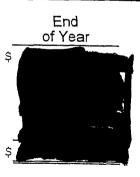
End of Year

Statement 6 - Form 1120S, Page 4, Schedule L, Line 21 - Other Liabilities

Description

CUSTOMER DEPOSITS ACCRUED TAXES DEFERRED INCOME CONTRIBUTIONS IN AID OF CONST ACCUM AMORT OF CIAC Refundable Advances for Const Total





Statement 7 - Form 1120S, Page 4, Schedule M-1, Line 5 - Income on Books Not on Return

Description

Form 4797 Book/Tax Diff Total



36-3080794

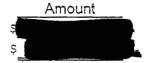
Federal Statements

FYE: 12/31/2005

Statement 8 - Form 1120S, Page 4, Schedule M-1, Line 6 - Deductions on Return Not on Books

Description

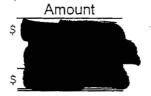
Amortization Book/Tax Diff
Total



Statement 9 - Form 1120S, Page 4, Schedule M-2, Line 3(a) - Other Additions

Description

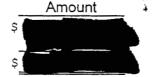
Interest Income
Form 4797 Book/Tax Diff
Amortization Book/Tax Diff
 Total



Statement 10 - Form 1120S, Page 4, Schedule M-2, Line 5(a) - Other Reductions

Description

Net Sec 1231 Loss Depreciation Book/Tax Diff Total



Form 1120S

Department of the Treasury nternal Revenue Service

U.o. Income Tax Return for an S Corporation

▶ Do not file this form unless the corporation has filed Form 2553
to elect to be an S corporation.

▶ See separate instructions.

OMB No. 1545-0130

2006

or cale	ndar year 2006 or ta	x year begin	ning , ending					
Effection	tive date of S ion	Use IRS	Name WS UTILITY, INC.			C En	nployer ide	ntification number
1	/01/99	label.	Number, street, and room or suite no. If	a P O box see inst	nuctions .	D Da	te incorporat	ted
	ness activity	Other- wise.	C/O WILLIAM L. SI				no moorpora	.00
	number (see	print or	10 LA SALLE ST.,			400		
instru	uctions)	type.	City or town, state, and ZIP code			F. To	otal assets (s	ee instructions)
22	1300		CHICAGO	IL 6	0603	S		and structures)
	ck if: (1) Initial	return (2)			Address change (5)		mended re	turn
			the corporation at the end of the tax					
- Che	ck if Schedule M-3 is	required (a	attach Schedule M-3)	.,				
			income and expenses on lines 1a th					
	Gross receipts or sale	: 1	b Less returns and a			Bal	10	
2	•		A, line 8)				2	
amcome	Gross profit Subtr	ect line 2 fro	om line 1c					
03 4	Net gain (loss) from	n Form 4797	7 Part II line 17 (attach Form 4797)	in a second		• • • • • • • •	4	
≦ 5	Other income (loss	\ (cee instri	7, Part II, line 17 (attach Form 4797) uctions-attach statement)	Maria da California	See Stmt	1	5	
6	Total income (loss	o (see misue senil bhA	3 through 5			· · · · · · · · · · · · · · · · · · ·	6	
7								
l l			oyment credits)					
(see instructions for limitations)								
imila 10								
5 44			······································	Sales and the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sales of the sale			1 1	
⁹ 11								
<u>io</u> 12								4.
13								
.≦ 14 e 1-	Depreciation not ci	aimed on So	chedule A or elsewhere on return (at	tach Form 4562)			14	<u> </u>
		deduct on a	and gas depletion.)					
Deductions 19 19 20								
을 17	Pension, profit-sha		ans					
2 18	Employee benefit p						18	
0 19	Other deductions (attach state	ment)		see stm	Ε.Ζ	. 19	_
	Total deductions.	Add lines 7	through 19		• • • • • • • • • • • • • • • • • • • •	▶	20	
21			oss). Subtract line 20 from line 6			<u></u>	. 21	
22a			recapture tax (see instructions)				_	
	Tax from Schedule						_	
") c	Add lines 22a and 22	b (see instruct	tions for additional taxes)		4		22c	
	2006 estimated tax	k payments:	and 2005 overpayment credited to					
ne	2006				23a			
	Tax deposited with				23b			
a c	Credit for federal to	ax paid on fu	uels (attach Form 4136)		23c			
and	Credit for federal to	elephone ex	cise tax paid (attach Form 8913)		23d		_	
× e	Add lines 23a thro	ugh 23d 👝				<u></u>	23e	
X 24	•	•	tructions). Check if Form 2220 is at	ached		▶ □	24	
25	Amount owed. If I	ine 23e is sr	maller than the total of lines 22c and	24, enter amoun	t owed		25	· ——————————
26	Overpayment If li	ne 23e is lar	rger than the total of lines 22c and 2	4, enter amount o	overpaid		. 26	
27			edited to 2007 estimated tax		Refur	nded 🕨	27	
	Under penalties of po	erjury, i declar	e that I have examined this return, including belief, it is true, correct, and complete.	ng accompanying so	hedules and statements,	May the IR	S discuss this r	etum with the preparer
Sign	is based on all inform	nation of which	nd beliet, it is tide, correct, and complete. In preparer has any knowledge.	Decial attorn of prepa			w (see instructi	
Here					b '			
	Signature of off	icer		Date		Title		
	Prepareds	<u> </u>			Date	Check if	1	Preparer's SSN or PTIN
Paid	signature	7				self-emplo	oyed 🗍 Ì	P00224195
Prepa	arer's Firm's nam	e (or	Carlstedt, Jacks	son, Nixo	n & Wilson			9-1680455
Use (f-employed),	A = 40 = 4 = 1	Blvd.,	#200		Phone	
	•	nd ZiP code	Clearwater, FL		33765		1	-791-4020

orm 1	1120	3 (2	006) WS UTILITY, I	36	-30 794			Page 2
che	dul	PΑ	Cost of Goods Sold (ಽ೬ಀ instructions)					
1 1	nven	tory	at beginning of year			1		
	Purct					2		
	Cost					3		
			Il section 263A costs (attach statement)			4		
			sts (attach statement)			5		
6 -	Total	. Ad	d lines 1 through 5		.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	6		
			at end of year			7		
		-				- 8		
9a (Chec	k al	methods used for valuing closing inventory: (i) Cost as described in F	Regula	tions section 1.471-3			
	(ii)	Н	Lower of cost or market as described in Regulations section 1.471-4			No. of Sec.	100	è.
	(iii)	Ш						
			there was a writedown of subnormal goods as described in Regulations section					▶ -
			the LIFO inventory method was adopted this tax year for any goods (if checke					▶ ∐
			O inventory method was used for this tax year, enter percentage (or amounts)		-	1 1		
			v computed under LIFO					
							. —	-
			re any change in determining quantities, cost, or valuations between opening a attach explanation.	anu CIC	sang mvemory:	• • • • • • • • • • • • •	. Yes	∐ No
Sche		34.00						Yes No
			ccounting method: a Cash b X Accrual c Other (s	necify) •	ija e		168 140
			instructions and enter the:	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	/			
				> 1	WATER & SEWE	2		
			nd of the tax year, did the corporation own, directly or indirectly, 50% or more of		· • · · · • • · · · · · · · · · · · · ·			100000000000000000000000000000000000000
_			ion? (For rules of attribution, see section 267(c).) If "Yes," attach a statement		=			
			ation number (EIN), (b) percentage owned, and (c) if 100% owned, was a QSu					x
			corporation a member of a controlled group subject to the provisions of section			.,,,	ag in	X
			corporation filed, or is it required to file, a return under section 6111 to provide					
	tran:	sact	ion?				Allera J.	x
6	Che	ck tl	his box if the corporation issued publicly offered debt instruments with original	issue	discount		. >	
	If ch	eck	ed, the corporation may have to file Form 8281, Information Return for Publich	y Offer	red Original Issue Discou	nt 🏄	_	
	ìnsti	ume	ents.					
7	If the	9 00	rporation: (a) was a C corporation before it elected to be an S corporation or t	he cor	poration acquired an			
	asse	et w	ith a basis determined by reference to its basis (or the basis of any other prope	erty) in	the hands of a	ji.	ale .	
		•	ration and (b) has net unrealized built-in gain (defined in section 1374(d)(1)) ir		•	.	, `	
	built	-in q	gain from prior years, enter the net unrealized built-in gain reduced by net reco	gnized	d built-in gain from prior		# ×	
	year				> \$	<i></i>		
8			e accumulated earnings and profits of the corporation at the end of the tax year		\$			
9			corporation's total receipts (see instructions) for the tax year and its total asse		•			
			n \$250,000? If "Yes," the corporation is not required to complete Schedules L		· · · · · · · · · · · · · · · · · · ·			X_
			orporation, at any time during the tax year, had assets or operated a business					
			ed to attach Schedule N (Form 1120), Foreign Operations of U.S. Corporation	ns, to t	this return. See Schedule	N for deta		
Sch	eut		Ordinary hypinary in a man (lane) (name 4 line 24)				Total an	A LINE
		2	Net rental real estate income (loss) (attach Form 8825)	,		. 2		
			Other gross rental income (loss)	3a				
		Ь	Expenses from other rental activities (attach statement)	<u>3b</u>				
SS)	Į	C	Other net rental income (loss). Subtract line 3b from line 3a				طعسس	
(Lo		4	Interest income			4		
Income (Loss)		5	Dividends: a Ordinary dividends			. 5a		
200		6	b Qualified dividends			-		
Ξ		6 7	Royalties Net short-term capital gain (loss) (attach Schedule D (Form 1120S))	• • • • •		6		
		7 8a	Net short-term capital gain (loss) (attach Schedule D (Form 1120S))			7		
			Net long-term capital gain (loss) (attach Schedule D (Form 1120S))			8a		
				80				
		C	Unrecaptured section 1250 gain (attach statement)	8c			_	
		9	Net section 1231 gain (loss) (attach Form 4797) Other income (loss) (see instructions) Type ▶			. 9		
	L		Curiet income (1055) (See instructions)	<u>-</u>		10		11205
							Form	11205 (2006)

orm 11	208 (2	2006) WS UTILITY, II 36-30 '94		Page 3
		Shareholders' Pro Rata Share Items (continued)		Total amount
15	11	Section 179 deduction (attach Form 4562)	11	
Ē		Contributions	12a	
Deductions	þ	Investment interest expense	12b	
De	c :	Section 59(e)(2) expenditures (1) Type ►	12c(2)	
		Other deductions (see instructions) Type ▶	12d	
	13a	Low-income housing credit (section 42(j)(5))	13a	
	b	Low-income housing credit (other)	13b	
s.	C	Qualified rehabilitation expenditures (rental real estate) (attach Form 3468)	13c	
Credits	d	Other rental real estate credits (see instructions) Type	13d	
تّ	е	Other rental credits (see instructions) Type	13e	
	f	Credit for alcohol used as fuel (attach Form 6478)	13f	
	g	Other credits (see instructions) Type	13g	
	14a	Name of country or U.S. possession▶		
		Gross income from all sources	14b	
		Gross income sourced at shareholder level	14c	
		Foreign gross income sourced at corporate level		
	d	Passive	14d	
	е	Listed categories (attach statement)	14e	
ion	f	General limitation	14f	
saci	ţ	Deductions allocated and apportioned at shareholder level		
Foreign Transaction	g	Interest expense	14g	
ПT		Other		
reig		Deductions allocated and apportioned at corporate level to foreign source income		
Fo	1	Passive		
	j	Listed categories (attach statement)	14j	
	k	General limitation	14k	
		Other information		
	1	Total foreign taxes (check one): ▶ ☐ Paid ☐ Accrued	141	
	m	Reduction in taxes available for credit (attach statement)	14m	
	n	Other foreign tax information (attach statement)		
× .	15a	Post-1986 depreciation adjustment	15a	
Alternative Minimum Tax (AMT) Items	b	Adjusted gain or loss	_15b	
Te mat	\ c	Depletion (other than oil and gas)	15c	
Majirer Majirer	d	Oil, gas, and geothermal properties-gross income	15d	
⋖⋛⋖	e	Oil, gas, and geothermal properties-deductions	15e	
	<u>f</u>	Other AMT items (attach statement)	15f	
Items Affecting Shareholder Basis	16a	Tax-exempt interest income	16a	
fec old is	b	Other tax-exempt income	_16b	
Af Reh	C	Nondeductible expenses	16c	
ins Ha	ď	Property distributions	16d	
<u> </u>	l e	Repayment of loans from shareholders	16e	
Other Information		Investment income		
her nati		Investment expenses	176	· vi
D E	c	Dividend distributions paid from accumulated earnings and profits	17c	
===	d	Other items and amounts (attach statement)		
Recon- ciliation				
eco	18	Income/loss reconciliation. Combine the amounts on lines 1 through 10 in the far right		
~등		column. From the result, subtract the sum of the amounts on lines 11 through 12d and 14l	. 18	Time

Form 1120S (2006)



	1120S(2006) WS UTILITY, I	·	36-30	94	Page 4
្យា	edule L Balance Sheets per Books	Beginning	of tax year	1	End of tax year
	Assets	(a)	(b)	(c)	(5)
1	Cash				
∴a	Trade notes and accounts receivable			6 .	1
Ъ	Less allowance for bad debts			<u>—</u>	
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
3	Other current assets (attach statement) Stmt 3				
7	Loans to shareholders			Ĭ	
3	Mortgage and real estate loans				
3	Other investments (attach statement) Stmt 4				
Оa	Buildings and other depreciable assets			•	
b	Less accumulated depreciation			21	
1a	Depletable assets				
ь	Less accumulated depletion	(_(
2	Land (net of any amortization)				=
3 a	Intangible assets (amortizable only)				
ġ	Less accumulated amortization				
4	Other assets (attach statement) Stmt 5				7
5	Total assets				
	Liabilities and Shareholders' Equity				
6	Accounts payable				
7	Mortgages, notes, bonds payable in less than 1 year				
8	Other current liabilities (attach statement)				
.9	Loans from shareholders				
30	Mortgages, notes, bonds payable in 1 year or more				
11	Other liabilities (attach statement) Stmt 6				
:2	Capital stock				
23	Additional paid-in capital		•	,	
?4 ≥5	Retained earnings Adjustments to shareholders'				
23	equity (attach statement)			\dashv	
26	Less cost of treasury stock				(
27	Total liabilities and shareholders' equity			-	
SCI	nedule M-1 Reconciliation of Inco	• •		• •	
	Note: Schedule M-3 require	d instead of Schedule M			
1	Net income (loss) per books		5 Income recorded on bo	-	ded
2	Income included on Schedule K, lines 1, 2, 3c, 4,		on Schedule K, lines 1	• . ,	
	5a, 6, 7, 8a, 9, and 10, not recorded on books this		a Tax-exempt interest	\$	
	year (itemize):				
3	Expenses recorded on books this year not		6 Deductions include	·	
	included on Schedule K, lines 1 through 12		1 through 12 and 1		inst
	and 14I (itemize):	,	book income this ye	, ,	*
a h	Depreciation \$		a Depreciation \$		
_	Travel and entertainment \$				
		- 	7 Add lines 5 and 6		
4	Add lines 1 through 3	.1.41 & .1:4	8 Income (loss) (Schedu		
Sc	nedule M-2 Analysis of Accumu Undistributed Taxal	nated Adjustments	Account, Other Ac	ijustments Acc	ount, and Shareholders'
	Oldistributed Taxat	1			T ()
		(a) Accumulated adjustments accou	, ,	r adjustments ccount	(c) Share folders' undistributed taxable income previously taxed
1	Balance at beginning of tax year				
2	Ordinary income from page 1, line 21				
3	Other additions Stmt 7				1
4	Loss from page 1, line 21		1		
5	Other reductions Stmt 8		7		1
6	Combine lines 1 through 5				1
7	Distributions other than dividend distributions				
8_	Balance at end of tax year. Subtract line 7 from line 6				

				Final K-1		(-1	OMB No. 1545-0130
chedule K-1		2006	Ð	rt III Shareho	Ider's Sha	re of	Current Year Income,
Form 1120S)	For calendar year 2006, o	r tax		Deducti	ons. Credi	ls ar	nd Other Items +
partment of the Treasury	year beginning		1	Ordinary business inc		13	Credits
ternal Revenue Service	ending				*	.5	
	¥ 1		2	Net rental real estate	income (loca)		<u> </u>
hareholder's Share of Inc	ome, Deduction	ns,	_	THE FEMALE PER ESTATE	income (loss)		
	k of form and separate in:		3	Other and annual inner	(1)		
			,	Other net rental incom	ne (loss)		
Part I Information About t	he Corporation						*
0			4	Interest income			
Corporation's employer identification number	•					1	
36-3080794			5a	Ordinary dividends			\$ · · ·
3 Corporation's name, address, city, state, and	ZIP code						
WS UTILITY, INC.	į.		5b	Qualified dividends		14	Foreign transactions
C/O WILLIAM L. SMIT							-
10 LA SALLE ST., ST	TE 2660		6	Royalties			
CHICAGO	IL 60603			•	26		
IRS Center where corporation filed return		/***	7	Net short-term capital	gain (lbss)		
Ogden, UT 84201				wapitol	1		
			8a	Net long-term capital	nain (loss)	+	
Tax shelter registration number, if any		_	-	Net long-term capital	- , ,		
Check if Form 8271 is attached			8b	Collectibles (28%) ga		1-	
(0.5	Collectibles (20%) ga	in (ioss)		
Part II Information About t	he Shareholder			11	1000	 	
Shareholder's identifying number			8c	Unrecaptured section	1250 gain		
Charefolder's Identifying Hamber			<u> </u>			ļ	
G Shareholder's name, address, city, state and	710		9	Net section 1231 gain	(loss)		t site
				<u> </u>	,	4	4. N. C.
WILLIAM L. SMITH, 3			10 🛊	Other income (loss)		15	Alternative minimum tax (AMT) items
10 LA SALLE ST., ST	TE 2660		4				
			3	-	· · · · · · · · · · · · · · · · · · ·	-	
10 LA SALLE ST., ST	IL 60603		\$ \$	0 1	*		
CHICAGO			3	₹ \$.	*		
CHICAGO			7	2 T }	ž:		
CHICAGO Shareholder's percentage of stock			7	\$ \$ \$	%		
CHICAGO Shareholder's percentage of stock			7		አ		
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		7	2 % }	``\.		
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		\$ *	2 ↑ }	, ž.		
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		7			16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		7	Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		11 12			16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio		16	
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio			Items affecting shareholder basis
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio			Items affecting shareholder basis
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio			Items affecting shareholder basis
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603			Section 179 deductio			Items affecting shareholder basis
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		12	Section 179 deductio Other deductions			Items affecting shareholder basis
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		12	Section 179 deductio Other deductions			Items affecting shareholder basis
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		12	Section 179 deductio Other deductions			Items affecting shareholder basis
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		12	Section 179 deductio Other deductions			Items affecting shareholder basis
CHICAGO Shareholder's percentage of stock ownership for tax year	IL 60603		12	Section 179 deduction Other deductions	n	17	Items affecting shareholder basis

, e.

		Final K-1	anended K	-1	OMB No. 1545-0130
chedule K-1 200 Form 1120S) For calendar year 2006, or tax	06 <u>P</u>		reholder's Sha tuctions, Credi		Current Year Income,
epartment of the Treasury year beginning	1	1	ess income (loss)	13	Credits
hareholder's Share of Income, Deductions,	2	Net rental real	estate income (loss)		
Credits, etc. See back of form and separate instruct		Other net rent	al income (loss)		
Part I Information About the Corporation	4	Interest incom	0		
A Corporation's employer identification number 36-3080794	5a	Ordinary divid	ends		
B Corporation's name, address, city, state, and ZIP code WS UTILITY, INC.	5b	Qualified divid	dends	14	Foreign transactions
C/O WILLIAM L. SMITH, JR. 10 LA SALLE ST., STE 2660 CHICAGO IL 60603	6	Royalties			
C IRS Center where corporation filed return Ogden , UT 84201	7	Net short-term	n capital gain (loss)		
D Tax shelter registration number, if any	8a	Net long-term	capital gain (loss)		
E Check if Form 8271 is attached	81	Collectibles (28%) gain (loss)		
Part II Information About the Shareholder F Shareholder's identifying number	80	Unrecaptured	d section 1250 gain		
G Shareholder's name, address, city, state and ZIP code	9	Net section 1	231 gain (loss)		
LESLIE S. SMITH 10 LA SALLE ST., STE 2660	10	Other income	e (loss)	15	Alternative minimum tax (AMT) items
CHICAGO IL 60603					
H Shareholder's percentage of stock ownership for tax year					
	11	Section 179	deduction	16	Items affecting shareholder basis
	12	Other deduc	tions		
For IRS Use Only					
IRS U					
Fo				17	Other information
	F	*See :	attached statem	nent fo	or additional information

		Final K-1	Amended K-1	OMB No. 1545-0130
chedule K-1 20	106 🚃	art III Shareho	older's Share of	Current Year Income.
Form 1120S) For calendar year 2006, or tax	1 1 1			nd Other Items
epartment of the Treasury vear beginning	1	Ordinary business inc		Credits
Remail Revenue Service ending				
	2	Net rental real estate	income (loss)	
Shareholder's Share of Income, Deductions,	,]		, ,	
Credits, etc. See back of form and separate instruc	ctions. 3	Other net rental incon	ne (loss)	
			, ,	
Part 1 Information About the Corporation	4	Interest income		
A Corporation's employer identification number	**************			
36-3080794	5a	Ordinary dividends		
B Corporation's name, address, city, state, and ZIP code		Ordinary dividends		
WS UTILITY, INC.	5b	Qualified dividends	14	English transactions
C/O WILLIAM L. SMITH, JR.	30	Qualified dividends	14	Foreign transactions
		Devettion		
10 LA SALLE ST., STE 2660 CHICAGO IL 60603	6	Royalties		
		\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\) i- (1)	
C IRS Center where corporation filed return	7	Net short-term capita	ıı gain (ioss)	1
Ogden, UT 84201	- 8a	Notion to a 2 2	ania (lana)	-
D Tax shelter registration number, if any	l oa	Net long-term capital	gain (loss)	1
E Check if Form 8271 is attached	-			
	8Ь	Collectibles (28%) ga	ain (loss)	
Part II Information About the Shareholder	- I	<u> </u>		
	8c	Unrecaptured section	n 1250 gain	
F Shareholder's identifying number	<u> </u>			
	⁹	Net section 1231 gai	n (loss)	
G Shareholder's name, address, city, state and ZIP code	<u> </u>			
ALEXANDER C. SMITH	10	Other income (loss)	15	Alternative minimum tax (AMT) items
10 LA SALLE ST., STE 2660				
				1
CHICAGO IL 60603				
H Shareholder's percentage of stock				
ownership for tax year				
			İ	
	<u> </u>			
・ 実施の表現では必要がある。 ・ は、これでは、これでは、これでは、かんできる。 ・ は、これでは、これできる。 ・ は、これでは、これできる。 ・ は、これできる。 ・ は、 ・ は、 ・ は、 と、 と、 と、 と、 と、 と、 と、 と、 と、 と、 と、 と、 と、));			
	11	Section 179 deducti	on 16	Items affecting shareholder basis
				<u> </u>
	112	Other deductions		
>				
TO TO	ļ			
Φ Ø				
For IRS Use Only				
P			17	Other information
	ļ			
	1			
		* See attach	ned statement f	or additional information.

	F	Final K-1	Amended K-	1	OMB No. 1545-0130
chedule K-1 2006 Form 1120S) For calendar year 2006, or tax	Pa				Current Year Income, d Other Items
epartment of the Treasury year beginning email Revenue Service ending	1	Ordinary business in		13	Credits
Shareholder's Share of Income, Deductions,	2	Net rental real estate	lilicome (ioss)		
Credits, etc. See back of form and separate instructions.	3	Other net rental incom	ne (loss)		
Part 1 Information About the Corporation A Corporation's employer identification number	4	Interest income			
36-3080794	5a	Gramary dividends			
S Corporation's name, address, city, state, and ZIP code WS UTILITY, INC. C/O WILLIAM L. SMITH, JR.	5b	Qualified dividends		14	Foreign transactions
10 LA SALLE ST., STE 2660 CHICAGO IL 60603	6	Royalties			
C IRS Center where corporation filed return Ogden , UT 84201	7	Net short-term capita	al gain (loss)		
D Tax shelter registration number, if any	8a	Net long-term capital	gain (loss)		
E Check if Form 8271 is attached	8b	Collectibles (28%) ga	ain (loss)		
Part II Information About the Shareholder F Shareholder's identifying number	8c	Unrecaptured section	n 1250 gain		
G Shareholder's name, address, city, state and ZIP code	9	Net section 1231 ga	in (loss)		
BARTON W. SMITH 10 LA SALLE ST., STE 2660	10	Other income (loss)		15	Alternative minimum tax (AMT) items
CHICAGO IL 60603					
H Shareholder's percentage of stock ownership for tax year					
	11	Section 179 deduct	ion	16	Items affecting shareholder basis
	12	Other deductions			
For IRS Use Only					
RS U.					
Fo				17	Other information
		* See attac	hed statem	ent f	or additional information.

his list identifies the codes used on Schedule ior all shareholders and provides summarized rung information for shareholders the file Form 1040. For detailed reporting and t.....g information, see the separate Shareholder's Instructions for Schedule K-1 and the astructions for your income tax return.

Ordinary business income (loss). You must first determine whether the income (loss) is passive or nonpassive. Then enter on your return as

Passive loss Passive income Nonpassive loss Nonpassive income

Net rental real estate income (loss) Other net rental income (loss)

Net income Net loss

Interest income

- a. Ordinary dividends
- b. Qualified dividends
- Rovalties
- Net short-term capital gain (loss)
- la. Net long-term capital gain (loss)
- 3b. Collectibles (28%) gain (loss)
- Unrecaptured section 1250 gain
- Net section 1231 gain (loss)
- io. Other income (loss) Code
 - Other portfolio income (loss)
 - В Involuntary conversions
 - C Sec. 1256 contracts & straddles
 - D Mining exploration costs recapture Other income (loss)
- 11. Section 179 deduction
- 12. Other deductions Cash contributions (50%)
 - В Cash contributions (30%)

 - C Noncash contributions (50%)
 - D Noncash contributions (30%) F Capital gain property to a 50%
 - organization (30%)
 - F Capital gain property (20%)
 - Investment interest expense
 - н Deductions-royalty income
 - Section 59(e)(2) expenditures Deductions-portfolio (2% floor)
 - κ Deductions-partfalia (other)
 - 1 Preproductive period expenses
 - M Commercial revitalization deduction from rental real
 - estate activities Reforestation expense deduction
 - 0 Domestic production activities information
 - P Qualified production activities
 - O Employer's W-2 wages
 - R Other deductions

13. Credits

- Low-income housing credit Α (section 42(i)(5))
- R Low-income housing credit (other)
- Qualified rehabilitation expenditures (rental real estate)
- D Other rental real estate credits
- Е Other rental credits
- Undistributed capital gains credit
- G Credit for alcohol used as fuel
- Work opportunity credit
- Welfare-to-work credit
- Disabled access credit
- κ Empowerment zone and renewal community employment credit

Report on

See the Shareholder's Instructions

Schedule E, line 28, column (g)

Schedule E, line 28, column (h)

Schedule E, line 28, column (j) See the Shareholder's Instructions

Schedule E, line 28, column (g)

See the Shareholder's Instructions

Form 1040, line 8a

Form 1040, line 9a

Form 1040 line 9h

Schedule Filine 4

Schedule D, line 5, column (f)

Schedule D. line 12, column (f)

28% Rate Gain Worksheet, line 4 (Schedule D instructions)

See the Shareholder's Instructions See the Shareholder's Instructions

See the Shareholder's Instructions See the Shareholder's Instructions

Form 6781, line 1 See Pub. 535

See the Shareholder's Instructions See the Shareholder's Instructions

> See the Shareholder's Instructions

Form 4952, line 1 Schedule E, line 18

See the Shareholder's Instructions

Schedule A, line 22

Schedule A, line 27

See the Shareholder's Instructions

See Form 8582 Instructions

See the Shareholder's Instructions

See Form 8903 Instructions

Form 8903, line 7 Form 8903, line 13

See the Shareholder's Instructions

See the Shareholder's

Form 1040, line 70, check box a

See the Shareholder's Instructions

Form 8844, line 3

- Credit for increasing research
- New markets credit
- Ν Credit for employer social security and Medicare taxes
- a Backup withholding
- Other credits
- 14. Foreign transactions

Name of country or U.S.

- В Gross income from all sources
- Gross income sourced at shareholder level

Foreign gross income sourced at corporate level

- D Passive
- F Listed categories
- F General limitation

Deductions allocated and apportioned at shareholder level

interest expense G

Form 1116, Part I Form 1116 Part I

Other Deductions allocated and apportioned at corporate level to foreign source income

- Passive
- Listed categories
- κ General limitation

Other information

- L Total foreign taxes paid
- M Total foreign taxes accrued
- Reduction in taxes available for credit
- 0 Foreign trading gross receipts
- Extraterritorial income exclusion
- O Other foreign transactions
- 15. Alternative minimum tax (AMT) items
 - Α Post-1986 depreciation adjustment B
 - Adjusted gain or loss С
 - Depletion (other than oil & gas) D Oil, gas, & geothermal-gross income
 - F Oil, gas, & geothermal-deductions
 - Other AMT items

16. Items affecting shareholder basis

- Tax-exempt interest income
- Other tax-exempt income
- Nondeductible expenses
- n Property distributions
- F Repayment of loans from shareholders

17. Other information

- Investment income
- Investment expenses C Qualified rehabilitation expenditures (other than rental real estate)
- D Basis of energy property
- Recapture of low-income housing credit (section 42(j)(5))
- Recapture of low-income housing credit (other)
- G Recapture of investment credit
- Recapture of other credits
- Look-back interest-completed long-term contracts
- J Look-back interest-income forecast method
- Dispositions of property with section 179 deductions Recapture of section 179 K

deduction

- Section 453(I)(3) information Section 453A(c) information Section 1260(b) information Interest allocable to production
- expenditures CCF nonqualified withdrawal Information needed to figure depletion—oil and gas Amortization of reforestation
- s costs Other information

See the Shareholder's Instructions

Form 1040, line 64 See the Shareholder's Instructions

Form 1116, Part I

Form 1116, Part I

Form 1116, Part I

Form 1116, Part II Form 1116 Part II

Form 1116, line 12

Form 8873 Form 8873

See the Shareholder's Instructions

See the Shareholders Instructions and the Instructions for

Form 6251

Form 1040, line 8b

See the Shareholder's Instructions

Form 4952, line 4a Form 4952 line 5

See the Shareholder's Instructions See the Shareholder's Instructions

Form 8611, line 8

Form 8611 line 8 See Form 4255

See the Shareholder's Instructions.

See Form 8697

See Form 8866

See the Shareholder's

is list identifies the codes used on Schedule to file Form 1040. For detailed reporting and file. istructions for your income tax return.

or all shareholders and provides summarized reginformation, see the separate Shareholder's Institu

ng information for shareholders uons for Schedule K-1 and the

Ordinary business income (loss). You must first determine whether the income (loss) is passive or nonpassive. Then enter on your return as

follows: Passive loss Passive income Nonpassive loss Nonpassive income

Net rental real estate income (loss) Other net rental income (loss)

Net income Net loss

Interest income

a. Ordinary dividends Qualified dividends

Net short-term capital gain (loss)

2. Net long-term capital gain (loss)

b. Collectibles (28%) gain (loss)

Unrecaptured section 1250 gain Net section 1231 gain (loss)

Other income (loss) Code

Other portfolio income (loss) Α

В involuntary conversions

С Sec. 1256 contracts & straddles

D Mining exploration costs recapture E

Other income (loss)

1. Section 179 deduction

2. Other deductions

Cash contributions (50%) Α В

Cash contributions (30%)

C Noncash contributions (50%) D Noncash contributions (30%)

Ε Capital gain property to a 50%

organization (30%)

Capital gain property (20%)

Investment interest expense

н Deductions-royalty income

Section 59(e)(2) expenditures Deductions-portfolio (2% floor)

Κ Deductions-portfolio (other) Preproductive period expenses

Commercial revitalization deduction from rental real

estate activities Reforestation expense deduction

O Domestic production activities information

Qualified production activities income

Employer's W-2 wages

Other deductions

13. Credits

A Low-income housing credit . (section 42(j)(5))

В Low-income housing credit (other)

Qualified rehabilitation expenditures (rental real estate)

n Other rental real estate credits

Ε Other rental credits

Undistributed capital gains credit

G Credit for alcohol used as fuel

Work opportunity credit

Welfare-to-work credit

Disabled access credit

ĸ Empowerment zone and renewal community employment credit

Report on

See the Shareholder's Instructions Schedule E, line 28, column (g)

Schedule E, line 28, column (h) Schedule E, line 28, column (j)

See the Shareholder's Instructions

Schedule E, line 28, column (g) See the Shareholder's Instructions

Form 1040, line 8a

Form 1040, line 9a

Form 1040, line 9b

Schedule E. line 4

See Pub. 535

Schedule D, line 5, column (f)

Schedule D. line 12, column (f)

28% Rate Gain Worksheet, line 4 (Schedule D instructions)

See the Shareholder's Instructions See the Shareholder's Instructions

See the Shareholder's Instructions See the Shareholder's Instructions Form 6781, line 1

See the Shareholder's Instructions See the Shareholder's Instructions

See the Shareholder's

Form 4952, line 1 Schedule E. line 18 See the Shareholder's Instructions Schedule A, line 22 Schedule A, line 27 See the Shareholder's Instructions

See Form 8582 Instructions

See the Shareholder's Instructions

See Form 8903 Instructions

Form 8903, line 7 Form 8903, line 13

See the Shareholder's Instructions

See the Shareholder's Instructions

Form 1040, line 70, check box a See the Shareholder's

Form 8844, line 3

activities

New markets credit

N Credit for employer social security and Medicare taxes

Credit for increasing research

a Backup withholding

Other credits

14. Foreign transactions

Name of country or U.S.

В Gross income from all sources

Gross income sourced at shareholder level

Foreign gross income sourced at corporate level

D Passive

F Listed categories

General limitation

Deductions allocated and apportioned at shareholder level

Interest expense

Other Deductions allocated and apportioned at corporate level to foreign source income

Passive

. 1 Listed categories

κ General limitation

Other information

Total foreign taxes paid

M Total foreign taxes accrued

Ν Reduction in taxes available for credit

Q Foreign trading gross receipts

P Extraterritorial income exclusion

Other foreign transactions

15. Alternative minimum tax (AMT) items

Α Post-1986 depreciation adjustment В Adjusted gain or loss

Depletion (other than oil & gas) С

D Oil, gas, & geothermal-gross income

Е Oil, gas, & geothermal-deductions

Other AMT items

16. Items affecting shareholder basis

Tax-exempt interest income

Other tax-exempt income

С Nondeductible expenses n

Property distributions Repayment of loans from

shareholders 17. Other information

Investment income

Investment expenses

Qualified rehabilitation expenditures (other than rental real estate)

Basis of energy property

Recapture of low-income housing Ε credit (section 42(j)(5))

Recapture of low-income housing credit (other)

G Recapture of investment credit

Recapture of other credits

Look-back interest-completed long-term contracts

Look-back interest-income forecast method

Dispositions of property with section 179 deductions Recapture of section 179 deduction K L

Section 453(I)(3) information Section 453A(c) information Section 1260(b) information Interest allocable to production

expenditures CCF nonqualified withdrawal Information needed to figure

depletion—oil and gas Amortization of reforestation s costs Other information

Report on

See the Shareholder's Instructions

Form 1040, line 64

See the Shareholder's Instructions

Form 1116, Part I

Form 1116, Part I

Form 1116, Part I

Form 1116, Part 1

Form 1116, Part I

Form 1116, Part II Form 1116, Part II

Form 1116, line 12

Form 8873

Form 8873

See the Shareholder's Instructions

See the Shareholder's Instructions and the instructions for Form 6251

Form 1040, line 8b

See the Shareholder's Instructions

Form 4952, line 4a Form 4952, line 5

See the Shareholder's Instructions See the Shareholder's instructions

Form 8611, line 8

Form 8611, line 8 See Form 4255

See the Shareholder's Instructions

See Form 8697

See Form 8866

See the Shareholder's Instructions

his list identifies the codes used on Schedule to file Form 1040. For detailed reporting and t... structions for your income tax return.

or all shareholders and provides summarized re $_{\it d}$ information, see the separate Shareholder's Inst.

ng information for shareholders Jons for Schedule K-1 and the

Ordinary business income (loss). You must first determine whether the income (loss) is passive or nonpassive. Then enter on your return as follows:

Passive loss Passive income Nonpassive loss Nonpassive income

Net rental real estate income (loss)

Other net rental income (loss) Net income

Net loss

Interest income

a. Ordinary dividends

b. Qualified dividends

Royalties

Net short-term capital gain (loss)

a. Net long-term capital gain (loss)

b. Collectibles (28%) gain (loss)

c. Unrecaptured section 1250 gain Net section 1231 gain (loss)

0. Other income (loss) Code

Other portfolio income (loss) Α В Involuntary conversions

¢ Sec. 1256 contracts & straddles

п Mining exploration costs recapture

Other income (loss)

11. Section 179 deduction 12. Other deductions

> Cash contributions (50%) Α

В Cash contributions (30%)

С Noncash contributions (50%)

D Noncash contributions (30%)

Ε Capital gain property to a 50% organization (30%)

F Capital gain property (20%)

G Investment interest expense

н Deductions-royalty income 1

Section 59(e)(2) expenditures Deductions-portfolio (2% floor)

ĸ Deductions-portfolio (other)

Preproductive period expenses

Commercial revitalization deduction from rental real estate activities

Reforestation expense

0 Domestic production activities information

Qualified production activities income

Employer's W-2 wages

R Other deductions

13. Credits

Low-income housing credit (section 42(j)(5))

Low-income housing credit (other)

C Qualified rehabilitation expenditures (rental real estate)

D Other rental real estate credits

Other rental credits

Undistributed capital gains credit

G Credit for alcohol used as fuel

Work opportunity credit

Welfare-to-work credit

Disabled access credit

Empowerment zone and renewal community employment credit

Report on

See the Shareholder's Instructions Schedule E, line 28, column (g) Schedule E, line 28, column (h) Schedule E, line 28, column (j)

See the Shareholder's Instructions

Schedule E, line 28, column (g) See the Shareholder's Instructions

Form 1040, line 8a Form 1040, line 9a Form 1040, line 9b Schedule E, line 4

Schedule D, line 5, column (f)

Schedule D, line 12, column (f) 28% Rate Gain Worksheet, line 4

(Schedule D instructions) See the Shareholder's Instructions

See the Shareholder's Instructions

See the Shareholder's Instructions See the Shareholder's Instructions Form 6781, line 1

See Pub. 535

See the Shareholder's Instructions See the Shareholder's Instructions

See the Shareholder's Instructions

Form 4952, line 1 Schedule E, line 18 See the Shareholder's Instructions Schedule A line 22 Schedule A. line 27

See Form 8582 Instructions

See the Shareholder's Instructions

See the Shareholder's Instructions

See Form 8903 Instructions

Form 8903, line 7 Form 8903, line 13 See the Shareholder's Instructions

See the Shareholder's Instructions

Form 1040, line 70, check box a See the Shareholder's

Form 8844, line 3

Report on

L Credit for increasing research activities

М New markets credit

Credit for employer social N security and Medicare taxes

0 Backup withholding

Other credits

14. Foreign transactions Name of country or U.S.

> В Gross income from all sources

Gross income sourced at shareholder level

Foreign gross income sourced at corporate level

D Passive

E Listed categories

General limitation

Form 1116, Part I

See the Shareholder's Instructions

See the Shareholder's Instructions

Form 1116, Part I

Deductions allocated and apportioned at shareholder level

Interest expense

Form 1116, Part I

Form 1040, line 64

Other Form 1116, Part I

Deductions allocated and apportioned at corporate level to foreign source income

Passive

Listed categories

General limitation κ

Other information

Total foreign taxes paid

M Total foreign taxes accrued

N Reduction in taxes available for credit

٥ Foreign trading gross receipts

Extrateritorial income exclusion

0 Other foreign transactions

15. Alternative minimum tax (AMT) items

Post-1986 depreciation adjustment R

Adjusted gain or loss С

Depletion (other than oil & gas) D Oil, gas, & geothermal—gross income

Ε Oil, gas, & geothermal-deductions

Other AMT items

16. Items affecting shareholder basis

Tax-exempt interest income

Other tax-exempt income

Nondeductible expenses D Property distributions

E Repayment of loans from shareholders

17. Other information

C

Investment income

Investment expenses C Qualified rehabilitation expenditures (other than rental real estate)

Basis of energy property

E Recapture of low-income housing credit (section 42(j)(5))

Recapture of low-income housing credit (other)

G Recapture of investment credit

Recapture of other credits

Look-back interest-completed long-term contracts

Look-back interest-income forecast method

Κ Dispositions of property with section 179 deductions Recapture of section 179 L

deduction

Т

Section 453(I)(3) information Section 453A(c) information Section 1260(b) information

interest allocable to production expenditures

CCF nonqualified withdrawal Information needed to figure

depletion—oil and gas Amortization of reforestation s costs Other information

Form 1116, Part I

Form 1116, Part II Form 1116, Part II

Form 1116, line 12

Form 8873 Form 8873

See the Shareholder's Instructions

See the Shareholder's Instructions and the Instructions for Form 6251

Form 1040, line 8b

See the Shareholder's Instructions

Form 4952, line 4a Form 4952, line 5

See the Shareholder's Instructions See the Shareholder's Instructions

Form 8611, line 8

Form 8611, line 8 See Form 4255

See the Shareholder's Instructions

See Form 8697

See Form 8866

See the Shareholder's

his list identifies the codes used on Schedule to file Form 1040. For detailed reporting and it. astructions for your income tax return.

or all shareholders and provides summarized re y information, see the separate Shareholder's Insu. ng information for shareholders alons for Schedule K-1 and the

Ordinary business income (loss). You must first determine whether the income (loss) is passive or nonpassive. Then enter on your return as follows

Passive loss Passive income Nonpassive loss Nonpassive income

Net rental real estate income (loss)

Other net rental income (loss) Net income

Net loss

Interest income

a. Ordinary dividends

b. Qualified dividends

Royalties

Net short-term capital gain (loss)

a. Net long-term capital gain (loss)

b. Collectibles (28%) gain (loss)

c. Unrecaptured section 1250 gain Net section 1231 gain (loss)

0. Other income (loss) Code

Other portfolio income (loss) Α

В Involuntary conversions

C Sec. 1256 contracts & straddles

D Mining exploration costs recapture

Ε Other income (loss)

Section 179 deduction

2. Other deductions

Cash contributions (50%) Α

В Cash contributions (30%)

C Noncash contributions (50%)

ח Noncash contributions (30%)

Ε Capital gain property to a 50% organization (30%)

F Capital gain property (20%)

G investment interest expense

н Deductions-royalty income Section 59(e)(2) expenditures

J. Deductions-portfolio (2% floor)

κ Deductions-portfolio (other)

L Preproductive period expenses

M Commercial revitalization deduction from rental real

estate activities Reforestation expense deduction

O Domestic production activities information

Qualified production activities

0 Employer's W-2 wages

Other deductions

13. Credits

Low-income housing credit (section 42(i)(5))

В Low-income housing credit (other)

C. Qualified rehabilitation expenditures (rental real estate)

ח Other rental real estate credits

Ε Other rental credits

Undistributed capital gains credit

G Credit for alcohol used as fuel

Work opportunity credit н

Welfare-to-work credit

Disabled access credit

κ Empowerment zone and renewal community employment credit

Report on

See the Shareholder's Instructions Schedule E, line 28, column (g) Schedule E, line 28, column (h)

Schedule E, line 28, column (j)

See the Shareholder's Instructions

Schedule E. line 28, column (a) See the Shareholder's Instructions

Form 1040 line 8a

Form 1040 line 9a

Form 1040, line 9b

Schedule E, line 4

Schedule D, line 5, column (f)

Schedule D, line 12, column (f)

28% Rate Gain Worksheet, line 4 (Schedule D instructions)

See the Shareholder's Instructions See the Shareholder's Instructions

See the Shareholder's Instructions See the Shareholder's Instructions Form 6781, line 1

See Pub. 535

See the Shareholder's Instructions See the Shareholder's Instructions

> See the Shareholder's Instructions

Form 4952, line 1 Schedule E. line 18 See the Shareholder's Instructions Schedule A, line 22 Schedule A, line 27 See the Shareholder's Instructions

See Form 8582 Instructions

See the Shareholder's Instructions

See Form 8903 Instructions

Form 8903, line 7 Form 8903, line 13

See the Shareholder's Instructions

See the Shareholder's Instructions Form 1040, line 70, check box a

See the Shareholder's Instructions

Form 8844, line 3

Code Credit for increasing research

activities

М New markets credit

N Credit for employer social security and Medicare taxes

0 Backup withholding

Other credits

14. Foreign transactions Name of country or U.S. possession

> R Gross income from all sources

Gross income sourced at shareholder level

Foreign gross income sourced at corporate level

D Passive

Ε Listed categories

General limitation

Deductions allocated and apportioned at shareholder level

Interest expense н Other

Form 1116, Part I Form 1116, Part I

Deductions allocated and apportioned at corporate level to foreign source income

Passive

Listed categories

ĸ General limitation

Other information

Total foreign taxes paid L

Total foreign taxes accrued

N Reduction in taxes available for credit

Foreign trading gross receipts

Extraterritorial income exclusion

Other foreign transactions

15. Alternative minimum tax (AMT) items Α Post-1986 depreciation adjustment

В Adjusted gain or loss

С

Depletion (other than oil & gas) D Oil, gas, & geothermal-gross income

E Oil, gas, & geothermal-deductions

Other AMT items

16. Items affecting shareholder basis

Tax-exempt interest income

Other tax-exempt income

Nondeductible expenses

D Property distributions

E Repayment of loans from shareholders

17. Other information

Investment income

Investment expenses

C Qualified rehabilitation expenditures (other than rental real estate)

n Basis of energy property

Recapture of low-income housing credit (section 42(j)(5))

Recapture of low-income housing credit (other)

G Recapture of investment credit

н Recapture of other credits

Look-back interest-completed long-term contracts

Look-back interest-income forecast method

Dispositions of property with section 179 deductions Recapture of section 179 L

deduction Section 453(l)(3) information Section 453A(c) information Section 1260(b) information Interest allocable to production

expenditures CCF nonqualified withdrawal Information needed to figure

depletion—oil and gas Amortization of reforestation s

costs Other information Т

Report on

See the Shareholder's Instructions

Form 1040, line 64

See the Shareholder's Instructions

Form 1116, Part I

Form 1116, Part I

Form 1116, Part I

Form 1116, Part II Form 1116, Part II

Form 1116 line 12

Form 8873 Form 8873

See the Shareholder's Instructions

See the Shareholders Instructions and the Instructions for Form 6251

Form 1040, line 8b

See the Shareholder's Instructions

Form 4952, line 4a Form 4952, line 5

See the Shareholder's Instructions See the Shareholder's Instructions

Form 8611, line 8

Form 8611, line 8 See Form 4255

See the Shareholder's Instructions

See Form 8697

See Form 8866

See the Shareholder's Instructions

SCHEDULE M-3 Form 1120S)

epartment of the Treasury namal Revenue Service

me (Loss) Reconciliation for S C norations ...th Total Assets of \$10 Million orre

➤ Attach to Form 1120S. ▶ See separate instructions. OMB No. 1545-0130

2006

tame of corporation

Employer identification number

WS	UTILITY, INC		36-3080	794	-
Part	Financial Info	ormation and Net Income (Loss) Reconciliation			
1a b	Yes. Skip line 1b and No. Go to line 1b.	re a certified audited income statement for the period ending with or within this taxable d complete lines 2 through 11 with respect to that income statement.	year?		•
J	Yes. Complete lines	2 through 11 with respect to that income statement. Sugh 3b and enter the corporation's net income (loss) per its books and records on line	4.		
2 3a		ent period: Beginning Ending ome statement been restated for the income statement period on line 2? In an explanation and the amount of each item restated.)			
3b	line 2?	ome statement been restated for any of the five income statement periods preceding the han explanation and the amount of each item restated.)	he period on		
4	Worldwide consolidated	net income (loss) from income statement source identified in Part I, line 1	4		
5a	Net income from nonincl	udible foreign entities (attach schedule)	5a	(_)
ģ	Net loss from nonincludi	ble foreign entities (attach schedule and enter as a positive amount)	5b		_
6a	Net income from nonincl	udible U.S. entities (attach schedule)	6a	(_)
b	Net loss from nonincludi	ble U.S. entities (attach schedule and enter as a positive amount)	6b		
7a	Net income of other inclu	udible entities (attach schedule)	7a		
ь	Net loss of other includit	ole entities (attach schedule)	7b	(_)
8	•	ns of transactions between includible entities and nonincludible entities	8		
9	Adjustment to reconcile	income statement period to tax year (attach schedule)	9		
10	Other adjustments to rec	concile to amount on line 11 (attach schedule)	10		

For Privacy Act and Paperwork Reduction Act Notice, see the Instructions for Form 1120S.

Net income (loss) per income statement of the corporation. Combine lines 4 through 10

Schedule M-3 (Form 1120S) 2006

ame of corporation

Employer identification number UTILITY, INC. 36-3080794 WS Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return (c) (b) Income (Loss) per income (Loss) per Income (Loss) Items Permanent Temporary Income Statement Tax Return Difference Difference (optional) (optional) Income (loss) from equity method foreign corporations 2 Gross foreign dividends not previously Subpart F, QEF, and similar income inclusions Gross foreign distributions previously Income (loss) from equity method U.S. corporations U.S. dividends not eliminated in tax consolidation 7 Income (loss) from U.S. partnerships (attach scheduje) Income (loss) from foreign partnerships (attach Income (loss) from other pass-through entities (attach schedule) Items relating to reportable transactions (attach details) Interest income Total accrual to cash adjustment Hedging transactions Mark-to-market income (loss) Cost of goods sold (attach Form 8916-A) Sale versus lease (for sellers and/or lessors) Section 481(a) adjustments 17 Unearned/deferred revenue 18 Income recognition from long-term contracts 19 Original issue discount and other imputed interest 21a income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities b Gross capital gains from Schedule D, excluding amounts from pass-through entities c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses e Abandonment losses f Worthless stock losses (att. details) g Other gain/loss on disposition of assets other than inventory 22 Other income (loss) items with diff. Total income (loss) items. Combine lines 1 - 22 24 Total expense/deduction items (from Part III, line 30)

Note. Line 26, column (a), must equal the amount on Part I, line 11, and column (d) must equal Form 1120S, Schedule K, line 18.

Other items with no differences Reconciliation totals. Combine lines 23 through 25

Employer identification number 36-3080794

Reconciliation of Net Income (Loss) per Income Statement of the Corporation With Total Income (Loss) per Return-Expense/Deduction Items : art III

	Expense/Deduction Items	(a) Expense per Income Statement (optional)	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return (optional)
1	U.S. current income tax expense				
2	U.S. deferred income tax expense				
3	State and local current income tax expense				
4	State and local deferred income tax expense				
5	Foreign current income tax expense (other than				
	foreign withholding taxes)				
3	Foreign deferred income tax expense				
7	Equity-based compensation				
3	Meals and entertainment				
9	Fines and penalties				
0	Judgments, damages, awards, and similar costs				
1	Pension and profit-sharing				
2	Other post-retirement benefits				
3	Deferred compensation				
4	Charitable contribution of cash and tangible				
	property	•			
5	Charitable contribution of intangible property				
16	Current year acquisition or reorganization				
	investment banking fees				
17	Current year acquisition or reorganization legal				
	and accounting fees				
18	Current year acquisition/reorganization other costs				
19	Amortization/impairment of goodwill				
20	Amortization of acquisition, reorganization, and				
	start-up costs			·	_
21	Other amortization or impairment write-offs				
2 2	Section 198 environmental remediation costs				
2 3 a	Depletion-Oil & Gas				
Ė	Depletion-Other than Oil & Gas				
24	Depreciation				
2 5	Bad debt expense				
26	Interest expense				
27	Corporate owned life insurance premiums				
28	Purchase versus lease (for purchasers and/or				
	lessees)				
29	Other expense/deduction items with difference	s			
	(attach schedule) Stmt 9				
30	Total expense/deduction items. Combine line	-s			
	1 through 29. Enter here and on Part II, line 24				

_{5tm} 4797

is me(s) shown on return

spartment of the Treasury femal Revenue Service (99)

Sales of Business Property (Also Involuntary Conversions and Recapture Amounts Under Sections 179 and 280F(b)(2))

Attach to your tax return. See separate instructions.

2006

Identifying number

Attachment 27

36-3080794 WS UTILITY, INC. Enter the gross proceeds from sales or exchanges reported to you for 2006 on Form(s) 1099-B or 1099-S (or substitute) statement) that you are including on line 2, 10, or 20 (see instructions) Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft-Most Property Held More Than 1 Year (see instructions) (e) Depreciation (f) Cost or other (g) Gain or (loss) (a) Description (b) Date acquired (c) Date sold (d) Gross allowed or basis, plus Subtract (f) from the (mo., day, yr.) allowable since (mo., day, yr.) sales price improvements and of property sum of (d) and (e) acquisition expense of sale TRANSPORTATION EQUIPMENT 1/01/06 6/30/02 GENERATOR 750KW 9/02/03 12/31/06 Gain, if any, from Form 4684, line 42 Section 1231 gain from installment sales from Form 6252, line 26 or 37 4 Section 1231 gain or (loss) from like-kind exchanges from Form 8824 5 Gain, if any, from line 32, from other than casualty or theft 6 Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows: Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below. Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below. Nonrecaptured net section 1231 losses from prior years (see instructions) Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return (see instructions) Ordinary Gains and Losses (see instructions) Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less): 11 Loss, if any, from line 7 11 Gain, if any, from line 7 or amount from line 8, if applicable 12 12 Gain, if any, from line 31 13 13 Net gain or (loss) from Form 4684, lines 34 and 41a 14 Ordinary gain from installment sales from Form 6252, line 25 or 36 15 Ordinary gain or (loss) from like-kind exchanges from Form 8824 16 16 Combine lines 10 through 16 17 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip 18 lines a and b below. For individual returns, complete lines a and b below: If the loss on line 11 includes a loss from Form 4684, line 38, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 27, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 22. Identify as from "Form 4797, line 18a." See instructions 18a Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040.

For Paperwork Reduction Act Notice, see separate instructions.

Form 4797 (2006)

There are no amounts for Page 2

4562

lame(s) shown on return

epartment of the Treasury

Depreciation and Amortization

(Including Information on Listed Property)

See separate instructions. Attach to your tax return.

Identifying number

WS UTILITY, INC. 36-3080794 susiness or activity to which this form relates KW RESORT UTILITIES Part I Election To Expense Certain Property Under Section 179 Note: If you have any listed property, complete Part V before you complete Part I. Maximum amount. See the instructions for a higher limit for certain businesses Total cost of section 179 property placed in service (see instructions) 2 Threshold cost of section 179 property before reduction in limitation 3 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-4 Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions (a) Description of property (b) Cost (business use only) ñ Listed property. Enter the amount from line 29 Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7 3 Tentative deduction. Enter the smaller of line 5 or line 8 9 9 Carryover of disallowed deduction from line 13 of your 2005 Form 4562 10 10 Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions) 11 Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11 12 Carryover of disallowed deduction to 2007. Add lines 9 and 10, less line 12 Note: Do not use Part II or Part III below for listed property. Instead, use Part V. Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.) Special allowance for qualified New York Liberty or Gulf Opportunity Zone property (other than listed property) placed in service during the tax year (see instructions) Property subject to section 168(f)(1) election 15 15 Other depreciation (including ACRS) 16 Part III MACRS Depreciation (Do not include listed property.) (See instructions.) Section A 17 MACRS deductions for assets placed in service in tax years beginning before 2006 If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here Section B-Assets Placed in Service During 2006 Tax Year Using the General Depreciation System (c) Basis for depreciation (d) Recovery (b) Month and (a) Classification of property year placed in (business/investment use (e) Convention (f) Method (g) Depreciation deduction period service only-see instructions) 3-year property b 5-year property 7-year property d 10-year property e 15-year property 20-year property 25-year property Residential rental property Nonresidential real property Section C-Assets Placed in Service During 2006 Tax Year Using the Alternative Depreciation System 20a Class life b 12-year 40-year Part IV Summary (see instructions) Listed property. Enter amount from line 28 22 Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations-see instr. For assets shown above and placed in service during the current year. enter the portion of the basis attributable to section 263A costs

23

rn 4562 (2006) PartV Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.) Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable ection A-Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.) Yes No 24b If "Yes," is the evidence written? 4a Do you have evidence to support the business/investment use claimed? Yes No (c) (a) (b) (d) (e) (f) (g) (i) Business/ Date placed in Cost or other Basis for depreciation Method/ pe of property (iist vehicles Recovery Depreciation Elected investment (business/investment section 179 period Convention basis service use deduction percentage use only) first) cost Special allowance for qualified New York Liberty or Gulf Opportunity Zone property placed in service during the tax year and used more than 50% in a qualified business use (see instructions) Property used more than 50% in a qualified business use See Statement 10 Property used 50% or less in a qualified business use: S/L S/L-Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 Add amounts in column (i), line 26. Enter here and on line 7, page 1 29 Section B-Information on Use of Vehicles Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. f you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles. Total business/investment miles driven (b) (c) (e) (f) during the year (do not include commuting Vehicle 1 Vehicle 2 Vehicle 3 Vehicle 4 Vehicle 5 Vehicle 6 Total commuting miles driven during the year 31 Total other personal (noncommuting) miles driven 32 Total miles driven during the year. Add lines 30 through 32 Was the vehicle available for personal Yes Yes 34 No No Yes No Yes No Yes ' Yes No use during off-duty hours? 35 Was the vehicle used primarily by a more than 5% owner or related person? 36 Is another vehicle available for personal use? Section C-Questions for Employers Who Provide Vehicles for Use by Their Employees Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions) Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees? 37 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? 38 See the instructions for vehicles used by corporate officers, directors, or 1% or more owners 39 Do you treat all use of vehicles by employees as personal use? Do you provide more than five vehicles to your employees, obtain information from your employees about 40 the use of the vehicles, and retain the information received? Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.) Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles. Part VI Amortization (e) (c) (b) (d) Amortization (a) Date amortization Amortizable Code Amortization for period or Description of costs begins amount section this year percentage Amortization of costs that begins during your 2006 tax year (see instructions): 42 Amortization of costs that began before your 2006 tax year 43

Form 430Z (2006)

44

Total. Add amounts in column (f). See the instructions for where to report

8/23/2007 10:51 AM

Federal Statements

FYE: 12/31/2006

General Footnote

Description

STATEMENT OF CIAC COLLECTIONS AND EXPENDITURES PER CODE SECTION II8(C)

1. AMOUNT EXPENDED FOR QUALIFIED PROPERTY
TOTAL CONTRIBUTIONS COLLECTED IN 2006
UNEXPENDED COLLECTIONS 2005
TOTAL CONTRIBUTIONS EXPENDED PER SECTION 118(C)(b)(4)

UNEXPENDED CIAC COLLECTED

2. AMOUNT THAT WILL NOT BE EXPENDED ON QUALIFIED PROPERTY

(ALL AMOUNTS HAVE BEEN EXPENDED)

3. CIAC NOT EXPENDED PER 118(c)(1)



8/23/2007 10:51 AM

A Same

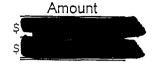
Federal Statements

FYE: 12/31/2006

Statement 1 - Form 1120S, Page 1, Line 5 - Other Income

Description

OTHER INCOME Total



Statement 2 - Form 1120S, Page 1, Line 19 - Other Deductions

Description

Chemicals
Computer expense
Sludge Removal
Laboratory Supplies
Materials & Supplies
Contractual Services
Dues & subscriptions
Insurance
Utilities and telephone
Vehicle expense
Legal and accounting
Miscellaneous expense
Postage and supplies
Amortization

Total



36-3080794

Federal Statements

FYE: 12/31/2006

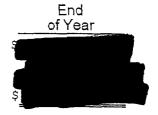
Statement 3 - Form 1120S, Page 4, Schedule L, Line 6 - Other Current Assets

Description

PREPAID INSURANCE
UTILITY DEPOSITS
PREPAID EXPENSES/EDU'S

Total



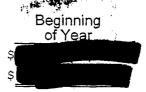


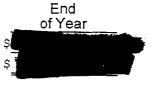
Statement 4 - Form 1120S, Page 4, Schedule L, Line 9 - Other Investments

Description

CERTIFICATE OF DEPOSIT

Total



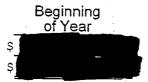


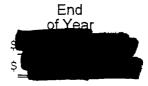
Statement 5 - Form 1120S, Page 4, Schedule L, Line 14 - Other Assets

Description

Navy plant

Total



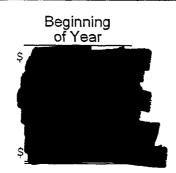


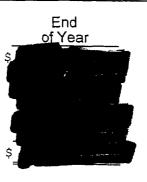
Statement 6 - Form 1120S, Page 4, Schedule L, Line 21 - Other Liabilities

Description

CUSTOMER DEPOSITS
ACCRUED TAXES
DEFERRED INCOME
CONTRIBUTIONS IN AID OF CONST
ACCUM AMORT OF CIAC
Refundable Advances for Const

Total



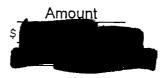


Statement 7 - Form 1120S, Page 4, Schedule M-2, Line 3(a) - Other Additions

Description

Interest Income

Total



1525 WS UTILITY, INC.

36-3080794 FYE: 12/31/2006

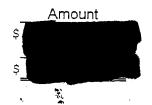
Federal Statements

8/23/2007 10:51 AM

Statement 8 - Form 1120S, Page 4, Schedule M-2, Line 5(a) - Other Reductions

Description

Net Sec 1231 Loss Schedule M-3 Adjustments Total



\$ 500

Federal Statements

FYE: 12/31/2006

Statement 9 - Sch M-3, P3, Part III, Line 29 - Other Expense/Deduction Items With Differences

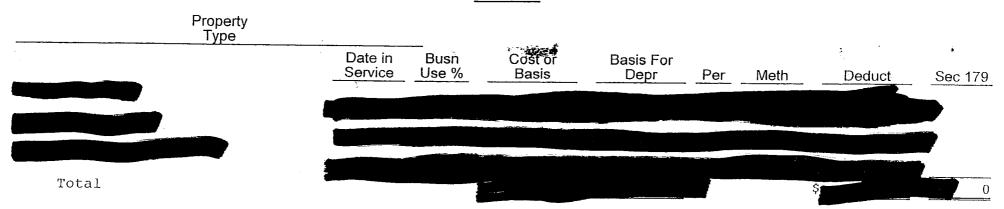
Description	Expense per Inc Stmt	Temporary Difference	Permanent Difference	Deduction per Tax Return
The state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the state of the s	And the second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second second s		\$	\$
Total	\$	\$	\$0	\$

Federal Statements

36-3080794 FYE: 12/31/2006

KW RESORT UTILITIES

Statement 10 - Form 4562, Part V, Line 26 - Property Used More Than 50% in Qualified Business



CONFIDENTIAL INDEX

Workpaper Number	Description	Number of Pages
8 .	Minutes of Annual Meeting of Board of Directors	2
16-5/2-2/4	Letter from Weiss, Sugar, Dvorak and Dusek, Ltd. 69	1
20-3	Review of tax returns	1
20-3/1	Tax Returns	58
43-1/2-4	KEI Statement of Income & Exps.	2

PBC

MINUTES OF ANNUAL MEETING of BOARD OF DIRECTORS

(orbidential

KW Resort Utilities Corp., a Florida Corporation

The annual Meeting of the Board of Directors of the above named Corporation was held at:

Place:

Date:

Time:

The following Directors were present and constituted a quorum:



The meeting was called to order by

Upon motion duly made and seconded that are as elected Chairperson and elected as Secretary.

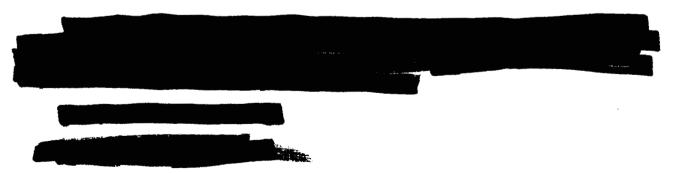
The Secretary presented and read a waiver of time, place, and purpose of the meeting, signed by all shareholders, which was ordered filed.

The Secretary read the minutes of the proceeding meeting of the Board of Directors held on April 25, 2005 which was then adopted.

The President reported on the business and affairs of the Corporation generally.

The Treasurer reported on the business and affairs of the Corporation generally.

The Secretary presented her report.



There being no further business to come before the meeting, upon motion duly made, seconded and unanimously adopted the meeting was adjourned.

Secretary

Attest:

Board of Directors

William L. Smith, Jr., Ditector

KW RESORT UTILITIES RATE CASE Test Year Ended 12/31/2006

Docket No. 070293

AudibControl No. 07-287 4-1

Title: Spire Roquest 1 8 EGAITY BUSINESS FORMS, INC. Phone: (847) 598-2526 Fax: (847) 598-4508 Email: iningbus @aol.com

014 304 SIUI : P.UU1/001

Weiss, Sugar, Dvorak & Dusek, Ltd.

Certified Public Accountants & Consultants 20 North Wacker Drive, Suite 2250 Chicago, Illinois 60606 Telephone: (312) 332-6622 Facsimile: (312) 332-3707

Stanley H. Weiss, CPA
David S. Sugar, CPA
Kenneth G. Dvorak, CPA
Frank A. Dusek, CPA
Robert Rehayem, CPA

CONFIDENTIAL

October 2, 2007

To Whom It May Concern:

I have prepared the individual income tax returns for Mr. William L. Smith, Jr. for more than years. Mr. Smith's adjusted gross income (AGI) for 2006 was

Sincerely yours, Stanley Wein

Stanley H. Weiss

SHW:md

KW RESORT UTILITIES CORP. RAY RESURT UTILITIES CURP.

RATE CASE

Test Year Ended 12/31/2006

Docet No. 070293-SU

Audit Control No. 07-233 BU Snuth

Title: Aona fondatur Bu Snuth 1. Rog INTEGRITY BUSINESS FORMS, INC.

		AV RESORT UTILITIES RATE CASE Test Year Ended 12/31/2006 Docket No. 07/0293 Audit Control No. 07-2334-1	D' ₁₀ /2010 ² Kee 10115/07	
u u		- Charlettan		
	physn + Blobs 12/C			
	hand 12/0	9		
4				
3 Pe	filing 12/04 16-1			
* (WIP 14-11/8			
1 a				
3 3	Dullerong- un maler a			
16	Charles of the second			
· i				
37				
13	Poer not indicate (
25				
1005	Tax Blag	020-3/1		
	han	<u> </u>		
Tp.				
	Booles			
27	Plan	17-3/1		
32	cu,	ρ		
27				
2.5	Pub.			
200	╫╼┼╼┼┈┼┈┼┈			
5 C		3 20 3/1		
80				
20		1 2 //		
31	en Books Plan	t 16-3/1		
32:				
43				
11/	Defference-una	aterul		
85				
37				
af				
39				
	inne: 20-3/1, 16-18	16-1/8		
4.0				
43			20-3	
	Phone: (647) 698-2626 Fax: (847) 698-4608 Email:	integbus © sol.com		

CONFIDENTIAL STATEMENT OF INCOME & EXPENSES December 31,2006

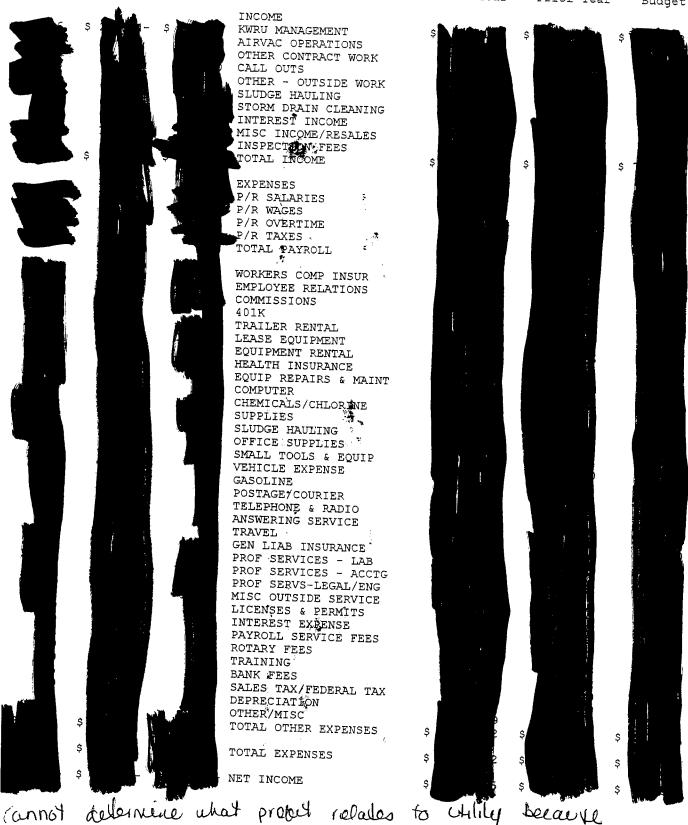
Page: 1

Current Period Amounts his Year Prior Year Budget

Account Reference

This Year Prior Year

Year to Date Amounts
Prior Year Budge



Confidential

KEI has other revenues.

scount Reference

RRENT ASSETS
LSH - OPERATING ACCT
ACHOVIA OPERATING AC
ASH PAYROLL ACCT
ETTY CASH
DTAL CASH

DTAL CASH

CCOUNTS RECEIVABLE
/R RETURNED CHECKS
/R EMPLOYEES
/R KWRU
/R KWGC
/R OTHER
OTAL A/R

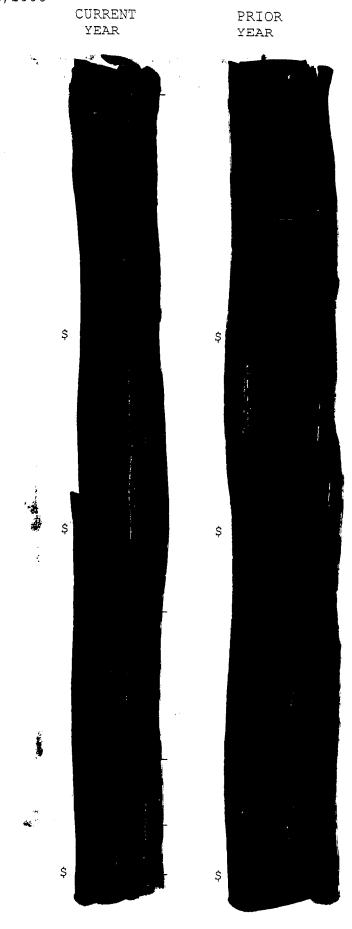
110

OTAL A/R
REPAID EXPENSE
REPD PROPERTY TAXES
REPD INSURANCE
OTAL PREPAID
IXED ASSETS
UILDINGS
MPROVEMENTS
AND
QUIPMENT
EHICLES

OTAL ASSETS

URRENT LIABILITIES /P ACCURALS /P PROPERTY TAXES /P OTHER USPENSE CCOUNTS PAYABLE /P SALES & USE TAX OTAL CURRENT LIABS ONG TERM LIABILITIES OAN PAYABLE OAN PAYABLE - OTHER OTAL LONG TERM LIABS WNERS DRAW WNERS CAPITAL CCUM RETAINED EARNGS ET EARNINGS CURR YR URRENT YEAR EARNINGS OTAL LIABILITIES

OTAL LIABILITIES



KW RESORT UTILITIES KW RESURT UTILITIES

RATE CASE

Test Year Ended 12/31/2006

Docket No. 070293

Audit Control No. 07-233-4-1

Title: Statement of Juneary Expenses •3 \$ - w ٠, Source 12