

MICHIGAN PUBLIC SERVICE COMMISSION

ANNUAL REPORT OF ELECTRIC UTILITIES (MAJOR AND NON-MAJOR)

RECEIVED
Michigan Public Service Commission
MAY 01 2006

This form is authorized by 1919 PA 419, as amended, authorizes this form being MCL 460.51 et seq.; and 1969 PA 306, as amended, being MCL 24.201 et seq. Filing of this form is mandatory. Failure to complete and submit this form will place you violation of the Acts.

**REGULATED ENERGY
DIVISION**

Report submitted for year ending:	
December 31, 2005	
Present name of respondent:	
Edison Sault Electric Company	
Address of principal place of business:	
725 East Portage Avenue, Sault Ste. Marie, MI 49783	
Utility representative to whom inquires regarding this report may be directed:	
Name: Robert J. Malaski	Title: Assistant Vice-Pres Finance
Address: 725 E. Portage Avenue	
City: Sault Ste. Marie	State: MI Zip: 49783
Telephone, including Area Code: 906 632-5172	
If the utility name has been changed during the past year:	
Prior Name:	
Date of Change:	
Two copies of the published annual report to stockholders:	
[]	were forwarded to the Commission
[]	will be forwarded to the Commission
<u>on or about</u>	
Annual reports to stockholders:	
[]	are published
[x]	are not published

FOR ASSISTANCE IN COMPLETION OF THIS FORM:

Contact the Michigan Public Service Commission (Bill Stosik) at
(517) 241-5853 or bmstosi@michigan.gov OR forward correspondence to:

Regulated Energy Division (Bill Stosik)
Financial Analysis and Customer Choice Section
6545 Mercantile Way
P.O. Box 30221
Lansing, MI 48909

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Edison Sault Electric Company

We have audited the balance sheet—regulatory basis of Edison Sault Electric Company (the “Company”) as of December 31, 2005, and the related statements of income—regulatory basis; retained earnings—regulatory basis; cash flows—regulatory basis, and accumulated other comprehensive income, comprehensive income, and hedging activities—regulatory basis for the year then ended, included on pages 110 through 123 of the accompanying Federal Energy Regulatory Commission Form 1. These financial statements are the responsibility of the Company’s management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company’s internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note B, these financial statements were prepared in accordance with the accounting requirements of the Federal Energy Regulatory Commission as set forth in its applicable Uniform System of Accounts and published accounting releases, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, such regulatory basis financial statements present fairly, in all material respects, the assets, liabilities, and proprietary capital of the Company as of December 31, 2005, and the results of its operations and its cash flows for the year then ended, in accordance with the accounting requirements of the Federal Energy Regulatory Commission as set forth in its applicable Uniform System of Accounts and published accounting releases.


This report is intended solely for the information and use of the board of directors and management of the Company and for filing with the Federal Energy Regulatory Commission and is not intended to be and should not be used by anyone other than these specified parties.

Deloitte & Touche LLP

April 18, 2006

MPSC FORM P-521

ANNUAL REPORT OF ELECTRIC UTILITIES, LICENSEES AND OTHERS (Major and Nonmajor)

IDENTIFICATION		
01 Exact Legal Name of Respondent Edison Sault Electric Company		02 Year of Report December 31, 2005
03 Previous Name and Date of Change (if name changed during year)		
04 Address of Principal Business Office at End of Year (Street, City, St., Zip) 725 East Portage Avenue, Sault Ste. Marie, MI 49783		
05 Name of Contact Person Robert J. Malaski		06 Title of Contact Person Assistant Vice-President Finance
07 Address of Contract Person (Street, City, St., Zip) 725 East Portage Avenue, Sault Ste. Marie, MI 49783		
08 Telephone of Contact Person, Including Area Code: (906) 632-5172	09 This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	10 Date of Report (Mo, Da, Yr) 04/30/06
ATTESTATION		
<p>The undersigned officer certifies that he/she has examined the accompanying report; that to the best of his/her knowledge, information, and belief, all statements of fact contained in the accompanying report are true and the accompanying report is a correct statement of the business and affairs of the above named respondent in respect to each and every matter set forth therein during the period from and including January 1 and including the December 31 of the year of the report.</p>		
01 Name Robert J. Malaski	03 Signature  Robert J. Malaski	04 Date Signed (Mo, Da, Yr) 4/30/2006
02 Title Assistant Vice-President Finance		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

LIST OF SCHEDULES (Electric Utility) (continued)

Enter in column (c) the terms "none," "not applicable," or "NA," as appropriate, where no information or amounts have been reported for certain pages. Omit pages where the respondents are "none," "not applicable," or "NA".

Line No.	Title of Schedule (a)	Reference Page No. (b)	Remarks (c)
37	Accumulated Deferred Income Taxes-Other Property	274-275	
38	Accumulated Deferred Income Taxes-Other	276-277	
39	Other Regulatory Liabilities	278	
40	Electric Operating Revenues	300-301	
41	Sales of Electricity by Rate Schedules	304	
42	Sales for Resale	310-311	
43	Electric Operation and Maintenance Expenses	320-323	
44	Purchased Power	326-327	
45	Transmission of Electricity for Others	328-330	N/A
46	Transmission of Electricity by Others	332	
47	Miscellaneous General Expenses-Electric	335	
48	Depreciation and Amortization of Electric Plant	336-337	337 N/A
49	Regulatory Commission Expenses	350-351	
50	Research, Development and Demonstration Activities	352-353	N/A
51	Distribution of Salaries and Wages	354-355	
52	Common Utility Plant and Expenses	356	N/A
53	Purchase and Sale of Ancillary Services	398	
54	Monthly Transmission System Peak Load	400	N/A
55	Electric Energy Account	401	
56	Monthly Peaks and Output	401	
57	Steam Electric Generating Plant Statistics	402-403	N/A
58	Hydroelectric Generating Plant Statistics	406-407	407 N/A
59	Pumped Storage Generating Plant Statistics	408-409	N/A
60	Generating Plant Statistics Pages	410-411	
61	Transmission Line Statistics Pages	422-423	N/A
62	Transmission Lines Added During the Year	424-425	N/A
63	Substations	426-427	
64	Footnote Data	450	

Stockholders' Reports Check appropriate box:

- Four copies will be submitted
 No annual report to stockholders is prepared

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

GENERAL INFORMATION

1. Provide name and title of officer having custody of the general corporate books of account and address of office where the general corporate books are kept, and address of office where any other corporate books of account are kept, if different from that where the general corporate books are kept.

Robert J. Malaski, Assistant Vice President - Finance
Edison Sault Electric Company
725 East Portage Avenue
Sault Ste. Marie, MI 49783

2. Provide the name of the State under the laws of which respondent is incorporated, and date of incorporation. If incorporated under a special law, give reference to such law. If not incorporated, state that fact and give the type of organization and the date organized.

Michigan January 1892

3. If at any time during the year the property of respondent was held by a receiver or trustee, give (a) name of receiver or trustee, (b) date such receiver or trustee took possession, (c) the authority by which the receivership or trusteeship was created, and (d) date when possession by receiver or trustee ceased.

Not Applicable

4. State the classes or utility and other services furnished by respondent during the year in each State in which the respondent operated.

Electric - Michigan

5. Have you engaged as the principal accountant to audit your financial statements an accountant who is not the principal accountant for your previous year's certified financial statements?

- (1) Yes...Enter the date when such independent accountant was initially engaged:
(2) No

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

CONTROL OVER RESPONDENT

1. If any corporation, business trust, or similar organization or a combination of such organizations jointly held control over the respondent at the end of the year, state name of controlling corporation or organization, manner in which control was held, and extent of control. If control was in a holding company organization, show the chain of ownership or control to the main parent company or organization. If control was held by a trustee(s), state name of trustee(s), name of beneficiary or beneficiaries for whom trust was maintained, and purpose of the trust.

The Company is a wholly owned subsidiary of Wisconsin Energy Corporation
231 W. Michigan, Milwaukee, Wisconsin 53201

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

OFFICERS

1. Report below the name, title and salary for each executive officer whose salary is \$50,000 or more. An "executive officer" of a respondent includes its president, secretary, treasurer, and vice president in charge of a principal business unit, division or function (such as sales, administration or finance), and any other person who performs similar policy making functions.
2. If a change was made during the year in the incumbent of any position, show name and total remuneration of the previous incumbent, and the date the change in incumbency was made.

Line No.	Title (a)	Name of Officer (b)	Salary for Year (c)
1			
2			
3			
4			
5	Details on file in Controller's Office		
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39			
40			
41			
42			
43			
44			

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

DIRECTORS

- Report below the information called for concerning each director of the respondent who held office at any time during the year. Include in column (a), abbreviated titles of the directors who are officers of the respondent.
- Designate members of the Executive Committee by a triple asterisk and the Chairman of the Executive Committee by a double asterisk.

Line No.	Name (and Title) of Director (a)	Principal Business Address (b)
1	Gale E. Klappa	231 W. Michigan
2		Milwaukee, WI 53201
3		
4	Donald Sawruk	725 E. Portage Avenue
5		Sault Ste. Marie, MI 49783
6		
7	Charles R. Cole	231 W. Michigan
8		Milwaukee, WI 53201
9		
10	Frederick D. Kuester	231 W. Michigan
11		Milwaukee, WI 53201
12		
13	Roman A. Draba	231 W. Michigan
14		Milwaukee, WI 53201
15		
16	Jeffrey P. West	231 W. Michigan
17		Milwaukee, WI 53201
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39		
40		
41		
42		
43		
44		
45		
46		
47		
48		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	------------------------------	---

IMPORTANT CHANGES DURING THE QUARTER/YEAR

Give particulars (details) concerning the matters indicated below. Make the statements explicit and precise, and number them in accordance with the inquiries. Each inquiry should be answered. Enter "none," "not applicable," or "NA" where applicable. If information which answers an inquiry is given elsewhere in the report, make a reference to the schedule in which it appears.

1. Changes in and important additions to franchise rights: Describe the actual consideration given therefore and state from whom the franchise rights were acquired. If acquired without the payment of consideration, state that fact.
2. Acquisition of ownership in other companies by reorganization, merger, or consolidation with other companies: Give names of companies involved, particulars concerning the transactions, name of the Commission authorizing the transaction, and reference to Commission authorization.
3. Purchase or sale of an operating unit or system: Give a brief description of the property, and of the transactions relating thereto, and reference to Commission authorization, if any was required. Give date journal entries called for by the Uniform System of Accounts were submitted to the Commission.
4. Important leaseholds (other than leaseholds for natural gas lands) that have been acquired or given, assigned or surrendered: Give effective dates, lengths of terms, names of parties, rents, and other condition. State name of Commission authorizing lease and give reference to such authorization.
5. Important extension or reduction of transmission or distribution system: State territory added or relinquished and date operations began or ceased and give reference to Commission authorization, if any was required. State also the approximate number of customers added or lost and approximate annual revenues of each class of service. Each natural gas company must also state major new continuing sources of gas made available to it from purchases, development, purchase contract or otherwise, giving location and approximate total gas volumes available, period of contracts, and other parties to any such arrangements, etc.
6. Obligations incurred as a result of issuance of securities or assumption of liabilities or guarantees including issuance of short-term debt and commercial paper having a maturity of one year or less. Give reference to FERC or State Commission authorization, as appropriate, and the amount of obligation or guarantee.
7. Changes in articles of incorporation or amendments to charter: Explain the nature and purpose of such changes or amendments.
8. State the estimated annual effect and nature of any important wage scale changes during the year.
9. State briefly the status of any materially important legal proceedings pending at the end of the year, and the results of any such proceedings culminated during the year.
10. Describe briefly any materially important transactions of the respondent not disclosed elsewhere in this report in which an officer, director, security holder reported on Page 106, voting trustee, associated company or known associate of any of these persons was a party or in which any such person had a material interest.
11. (Reserved.)
12. If the important changes during the year relating to the respondent company appearing in the annual report to stockholders are applicable in every respect and furnish the data required by Instructions 1 to 11 above, such notes may be included on this page.
13. Describe fully any changes in officers, directors, major security holders and voting powers of the respondent that may have occurred during the reporting period.
14. In the event that the respondent participates in a cash management program(s) and its proprietary capital ratio is less than 30 percent please describe the significant events or transactions causing the proprietary capital ratio to be less than 30 percent, and the extent to which the respondent has amounts loaned or money advanced to its parent, subsidiary, or affiliated companies through a cash management program(s). Additionally, please describe plans, if any to regain at least a 30 percent proprietary ratio.

PAGE 108 INTENTIONALLY LEFT BLANK
SEE PAGE 109 FOR REQUIRED INFORMATION.

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
IMPORTANT CHANGES DURING THE QUARTER/YEAR (Continued)			

1, 2, 3, 4, 5, 6, 7, 8, 10 & 12

None

9

Please see footnotes to pages 122-123.

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

COMPARATIVE BALANCE SHEET (ASSETS AND OTHER DEBITS)

Line No.	Title of Account (a)	Ref. Page No. (b)	Current Year End of Quarter/Year Balance (c)	Prior Year End Balance 12/31 (d)
1	UTILITY PLANT			
2	Utility Plant (101-106, 114)	200-201	84,064,186	81,730,876
3	Construction Work in Progress (107)	200-201	1,069,786	666,488
4	TOTAL Utility Plant (Enter Total of lines 2 and 3)		85,133,972	82,397,364
5	(Less) Accum. Prov. for Depr. Amort. Depl. (108, 110, 111, 115)	200-201	42,764,968	40,151,973
6	Net Utility Plant (Enter Total of line 4 less 5)		42,369,004	42,245,391
7	Nuclear Fuel in Process of Ref., Conv., Enrich., and Fab. (120.1)	202-203	0	0
8	Nuclear Fuel Materials and Assemblies-Stock Account (120.2)		0	0
9	Nuclear Fuel Assemblies in Reactor (120.3)		0	0
10	Spent Nuclear Fuel (120.4)		0	0
11	Nuclear Fuel Under Capital Leases (120.6)		0	0
12	(Less) Accum. Prov. for Amort. of Nucl. Fuel Assemblies (120.5)	202-203	0	0
13	Net Nuclear Fuel (Enter Total of lines 7-11 less 12)		0	0
14	Net Utility Plant (Enter Total of lines 6 and 13)		42,369,004	42,245,391
15	Utility Plant Adjustments (116)	122	0	0
16	Gas Stored Underground - Noncurrent (117)		0	0
17	OTHER PROPERTY AND INVESTMENTS			
18	Nonutility Property (121)		55,182	69,183
19	(Less) Accum. Prov. for Depr. and Amort. (122)		0	14,010
20	Investments in Associated Companies (123)		0	0
21	Investment in Subsidiary Companies (123.1)	224-225	0	0
22	(For Cost of Account 123.1, See Footnote Page 224, line 42)			
23	Noncurrent Portion of Allowances	228-229	0	0
24	Other Investments (124)		25,207,981	22,989,704
25	Sinking Funds (125)		0	0
26	Depreciation Fund (126)		0	0
27	Amortization Fund - Federal (127)		0	0
28	Other Special Funds (128)		1,800	1,800
29	Special Funds (Non Major Only) (129)		0	0
30	Long-Term Portion of Derivative Assets (175)		0	0
31	Long-Term Portion of Derivative Assets - Hedges (176)		0	0
32	TOTAL Other Property and Investments (Lines 18-21 and 23-31)		25,264,963	23,046,677
33	CURRENT AND ACCRUED ASSETS			
34	Cash and Working Funds (Non-major Only) (130)		0	0
35	Cash (131)		601,573	338,066
36	Special Deposits (132-134)		0	0
37	Working Fund (135)		1,850	1,850
38	Temporary Cash Investments (136)		0	0
39	Notes Receivable (141)		0	0
40	Customer Accounts Receivable (142)		4,061,506	3,418,096
41	Other Accounts Receivable (143)		10,693	541,989
42	(Less) Accum. Prov. for Uncollectible Acct.-Credit (144)		32,000	32,000
43	Notes Receivable from Associated Companies (145)		0	0
44	Accounts Receivable from Assoc. Companies (146)		1,232	4,123
45	Fuel Stock (151)	227	41,010	12,494
46	Fuel Stock Expenses Undistributed (152)	227	0	0
47	Residuals (Elec) and Extracted Products (153)	227	0	0
48	Plant Materials and Operating Supplies (154)	227	768,071	731,140
49	Merchandise (155)	227	0	0
50	Other Materials and Supplies (156)	227	0	0
51	Nuclear Materials Held for Sale (157)	202-203/227	0	0
52	Allowances (158.1 and 158.2)	228-229	0	0

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

COMPARATIVE BALANCE SHEET (ASSETS AND OTHER DEBITS)(Continued)

Line No.	Title of Account (a)	Ref. Page No. (b)	Current Year End of Quarter/Year Balance (c)	Prior Year End Balance 12/31 (d)
53	(Less) Noncurrent Portion of Allowances		0	0
54	Stores Expense Undistributed (163)	227	133,897	64,303
55	Gas Stored Underground - Current (164.1)		0	0
56	Liquefied Natural Gas Stored and Held for Processing (164.2-164.3)		0	0
57	Prepayments (165)		194,381	244,993
58	Advances for Gas (166-167)		0	0
59	Interest and Dividends Receivable (171)		0	0
60	Rents Receivable (172)		0	0
61	Accrued Utility Revenues (173)		1,334,423	1,236,799
62	Miscellaneous Current and Accrued Assets (174)		0	0
63	Derivative Instrument Assets (175)		0	0
64	(Less) Long-Term Portion of Derivative Instrument Assets (175)		0	0
65	Derivative Instrument Assets - Hedges (176)		0	0
66	(Less) Long-Term Portion of Derivative Instrument Assets - Hedges (176)		0	0
67	Total Current and Accrued Assets (Lines 34 through 66)		7,116,636	6,561,853
68	DEFERRED DEBITS			
69	Unamortized Debt Expenses (181)		0	0
70	Extraordinary Property Losses (182.1)	230	0	0
71	Unrecovered Plant and Regulatory Study Costs (182.2)	230	0	0
72	Other Regulatory Assets (182.3)	232	6,195,413	6,210,013
73	Prelim. Survey and Investigation Charges (Electric) (183)		0	0
74	Preliminary Natural Gas Survey and Investigation Charges 183.1)		0	0
75	Other Preliminary Survey and Investigation Charges (183.2)		0	0
76	Clearing Accounts (184)		0	0
77	Temporary Facilities (185)		0	0
78	Miscellaneous Deferred Debits (186)	233	644,464	1,121,530
79	Def. Losses from Disposition of Utility Plt. (187)		0	0
80	Research, Devel. and Demonstration Expend. (188)	352-353	0	0
81	Unamortized Loss on Reaquired Debt (189)		0	0
82	Accumulated Deferred Income Taxes (190)	234	1,697,110	1,485,169
83	Unrecovered Purchased Gas Costs (191)		0	0
84	Total Deferred Debits (lines 69 through 83)		8,536,987	8,816,712
85	TOTAL ASSETS (lines 14-16, 32, 67, and 84)		83,287,590	80,670,633

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Rresubmission	Date of Report (mo, da, yr) 04/18/2006	Year/Period of Report end of 2005/Q4
---	--	--	---

COMPARATIVE BALANCE SHEET (LIABILITIES AND OTHER CREDITS)

Line No.	Title of Account (a)	Ref. Page No. (b)	Current Year End of Quarter/Year Balance (c)	Prior Year End Balance 12/31 (d)
1	PROPRIETARY CAPITAL			
2	Common Stock Issued (201)	250-251	702,629	702,629
3	Preferred Stock Issued (204)	250-251	0	0
4	Capital Stock Subscribed (202, 205)	252	0	0
5	Stock Liability for Conversion (203, 206)	252	0	0
6	Premium on Capital Stock (207)	252	1,720,498	1,720,498
7	Other Paid-In Capital (208-211)	253	8,777,879	8,740,477
8	Installments Received on Capital Stock (212)	252	0	0
9	(Less) Discount on Capital Stock (213)	254	0	0
10	(Less) Capital Stock Expense (214)	254	0	0
11	Retained Earnings (215, 215.1, 216)	118-119	28,534,331	25,615,424
12	Unappropriated Undistributed Subsidiary Earnings (216.1)	118-119	0	0
13	(Less) Reaquired Capital Stock (217)	250-251	444,850	444,850
14	Noncorporate Proprietorship (Non-major only) (218)		0	0
15	Accumulated Other Comprehensive Income (219)	122(a)(b)	0	0
16	Total Proprietary Capital (lines 2 through 15)		39,290,487	36,334,178
17	LONG-TERM DEBT			
18	Bonds (221)	256-257	0	0
19	(Less) Reaquired Bonds (222)	256-257	0	0
20	Advances from Associated Companies (223)	256-257	12,500,000	13,500,000
21	Other Long-Term Debt (224)	256-257	624,000	775,000
22	Unamortized Premium on Long-Term Debt (225)		0	0
23	(Less) Unamortized Discount on Long-Term Debt-Debit (226)		0	0
24	Total Long-Term Debt (lines 18 through 23)		13,124,000	14,275,000
25	OTHER NONCURRENT LIABILITIES			
26	Obligations Under Capital Leases - Noncurrent (227)		0	0
27	Accumulated Provision for Property Insurance (228.1)		0	0
28	Accumulated Provision for Injuries and Damages (228.2)		0	0
29	Accumulated Provision for Pensions and Benefits (228.3)		77,213	65,557
30	Accumulated Miscellaneous Operating Provisions (228.4)		0	0
31	Accumulated Provision for Rate Refunds (229)		0	0
32	Long-Term Portion of Derivative Instrument Liabilities		0	0
33	Long-Term Portion of Derivative Instrument Liabilities - Hedges		0	0
34	Asset Retirement Obligations (230)		0	0
35	Total Other Noncurrent Liabilities (lines 26 through 34)		77,213	65,557
36	CURRENT AND ACCRUED LIABILITIES			
37	Notes Payable (231)		151,000	1,331,000
38	Accounts Payable (232)		1,177,619	1,286,030
39	Notes Payable to Associated Companies (233)		6,300,000	3,400,000
40	Accounts Payable to Associated Companies (234)		3,790,052	1,615,664
41	Customer Deposits (235)		137,810	258,088
42	Taxes Accrued (236)	262-263	1,426,056	328,850
43	Interest Accrued (237)		945	1,690
44	Dividends Declared (238)		0	0
45	Matured Long-Term Debt (239)		0	0

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

STATEMENT OF INCOME

- Quarterly**
1. Enter in column (d) the balance for the reporting quarter and in column (e) the balance for the same three month period for the prior year.
 2. Report in column (f) the quarter to date amounts for electric utility function; in column (h) the quarter to date amounts for gas utility, and in (j) the quarter to date amounts for other utility function for the current year quarter.
 3. Report in column (g) the quarter to date amounts for electric utility function; in column (i) the quarter to date amounts for gas utility, and in (k) the quarter to date amounts for other utility function for the prior year quarter.
 4. If additional columns are needed place them in a footnote.
- Annual or Quarterly if applicable**
5. Do not report fourth quarter data in columns (e) and (f)
 6. Report amounts for accounts 412 and 413, Revenues and Expenses from Utility Plant Leased to Others, in another utility column in a similar manner to a utility department. Spread the amount(s) over lines 2 thru 26 as appropriate. Include these amounts in columns (c) and (d) totals.
 7. Report amounts in account 414, Other Utility Operating Income, in the same manner as accounts 412 and 413 above.
 8. Report data for lines 8, 10 and 11 for Natural Gas companies using accounts 404.1, 404.2, 404.3, 407.1 and 407.2.

Line No.	Title of Account (a)	(Ref.) Page No. (b)	Total Current Year to Date Balance for Quarter/Year (c)	Total Prior Year to Date Balance for Quarter/Year (d)	Current 3 Months Ended Quarterly Only No 4th Quarter (e)	Prior 3 Months Ended Quarterly Only No 4th Quarter (f)
1	UTILITY OPERATING INCOME					
2	Operating Revenues (400)	300-301	50,150,492	43,596,439		
3	Operating Expenses					
4	Operation Expenses (401)	320-323	38,653,782	32,256,220		
5	Maintenance Expenses (402)	320-323	2,399,309	2,312,813		
6	Depreciation Expense (403)	336-337	2,754,115	2,665,039		
7	Depreciation Expense for Asset Retirement Costs (403.1)	336-337				
8	Amort. & Depl. of Utility Plant (404-405)	336-337	411	411		
9	Amort. of Utility Plant Acq. Adj. (406)	336-337				
10	Amort. Property Losses, Unrecov Plant and Regulatory Study Costs (407)					
11	Amort. of Conversion Expenses (407)					
12	Regulatory Debits (407.3)					
13	(Less) Regulatory Credits (407.4)					
14	Taxes Other Than Income Taxes (408.1)	262-263	1,748,597	1,541,194		
15	Income Taxes - Federal (409.1)	262-263	1,022,318	303,714		
16	- Other (409.1)	262-263	104,157	52,045		
17	Provision for Deferred Income Taxes (410.1)	234, 272-277	799,339	1,798,894		
18	(Less) Provision for Deferred Income Taxes-Cr. (411.1)	234, 272-277	789,555	850,663		
19	Investment Tax Credit Adj. - Net (411.4)	266	-37,687	-38,239		
20	(Less) Gains from Disp. of Utility Plant (411.6)					
21	Losses from Disp. of Utility Plant (411.7)					
22	(Less) Gains from Disposition of Allowances (411.8)					
23	Losses from Disposition of Allowances (411.9)					
24	Accretion Expense (411.10)					
25	TOTAL Utility Operating Expenses (Enter Total of lines 4 thru 24)		46,654,776	40,041,428		
26	Net Util Oper Inc (Enter Tot line 2 less 25) Carry to Pg117, line 27		3,495,716	3,555,011		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

STATEMENT OF INCOME FOR THE YEAR (Continued)

9. Use page 122 for important notes regarding the statement of income for any account thereof.
10. Give concise explanations concerning unsettled rate proceedings where a contingency exists such that refunds of a material amount may need to be made to the utility's customers or which may result in material refund to the utility with respect to power or gas purchases. State for each year effected the gross revenues or costs to which the contingency relates and the tax effects together with an explanation of the major factors which affect the rights of the utility to retain such revenues or recover amounts paid with respect to power or gas purchases.
- 11 Give concise explanations concerning significant amounts of any refunds made or received during the year resulting from settlement of any rate proceeding affecting revenues received or costs incurred for power or gas purches, and a summary of the adjustments made to balance sheet, income, and expense accounts.
12. If any notes appearing in the report to stokholders are applicable to the Statement of Income, such notes may be included at page 122.
13. Enter on page 122 a concise explanation of only those changes in accounting methods made during the year which had an effect on net income, including the basis of allocations and apportionments from those used in the preceding year. Also, give the appropriate dollar effect of such changes.
14. Explain in a footnote if the previous year's/quarter's figures are different from that reported in prior reports.
15. If the columns are insufficient for reporting additional utility departments, supply the appropriate account titles report the information in a footnote to this schedule.

ELECTRIC UTILITY		GAS UTILITY		OTHER UTILITY		Line No.
Current Year to Date (in dollars) (g)	Previous Year to Date (in dollars) (h)	Current Year to Date (in dollars) (i)	Previous Year to Date (in dollars) (j)	Current Year to Date (in dollars) (k)	Previous Year to Date (in dollars) (l)	
						1
50,150,492	43,596,439					2
						3
38,653,782	32,256,220					4
2,399,309	2,312,813					5
2,754,115	2,665,039					6
						7
411	411					8
						9
						10
						11
						12
						13
1,748,597	1,541,194					14
1,022,318	303,714					15
104,157	52,045					16
799,339	1,798,894					17
789,565	850,663					18
-37,687	-38,239					19
						20
						21
						22
						23
						24
46,654,776	40,041,428					25
3,495,716	3,555,011					26

STATEMENT OF INCOME FOR THE YEAR (continued)

Line No.	Title of Account (a)	(Ref.) Page No. (b)	TOTAL		Current 3 Months Ended Quarterly Only No 4th Quarter (e)	Prior 3 Months Ended Quarterly Only No 4th Quarter (f)
			Current Year (c)	Previous Year (d)		
27	Net Utility Operating Income (Carried forward from page 114)		3,495,716	3,555,011		
28	Other Income and Deductions					
29	Other Income					
30	Nonutility Operating Income					
31	Revenues From Merchandising, Jobbing and Contract Work (415)					
32	(Less) Costs and Exp. of Merchandising, Job. & Contract Work (416)			-25		
33	Revenues From Nonutility Operations (417)					
34	(Less) Expenses of Nonutility Operations (417.1)					
35	Nonoperating Rental Income (418)					
36	Equity in Earnings of Subsidiary Companies (418.1)	119				
37	Interest and Dividend Income (419)		3,892	3,202		
38	Allowance for Other Funds Used During Construction (419.1)					
39	Miscellaneous Nonoperating Income (42*)		4,208,439	3,760,791		
40	Gain on Disposition of Property (421.1)					
41	TOTAL Other Income (Enter Total of lines 31 thru 40)		4,212,331	3,764,018		
42	Other Income Deductions					
43	Loss on Disposition of Property (421.2)		16,138			
44	Miscellaneous Amortization (425)	340		2,340		
45	Donations (426.1)	340	57,498	79,886		
46	Life Insurance (426.2)		131,919	-98,317		
47	Penalties (426.3)					
48	Exp. for Certain Civic, Political & Related Activities (426.4)					
49	Other Deductions (426.5)		-22,247	11,793		
50	TOTAL Other Income Deductions (Total of lines 43 thru 49)		183,308	-4,298		
51	Taxes Applic. to Other Income and Deductions					
52	Taxes Other Than Income Taxes (408.2)	262-263	-12,600	-12,200		
53	Income Taxes-Federal (409.2)	262-263	1,241,490	-243,239		
54	Income Taxes-Other (409.2)	262-263				
55	Provision for Deferred Inc. Taxes (410.2)	234, 272-277	218,523	1,523,221		
56	(Less) Provision for Deferred Income Taxes-Cr. (411.2)	234, 272-277	52,277	51,394		
57	Investment Tax Credit Adj.-Net (411.5)		-24,671	-24,685		
58	(Less) Investment Tax Credits (420)					
59	TOTAL Taxes on Other Income and Deductions (Total of lines 52-58)		1,370,465	1,191,703		
60	Net Other Income and Deductions (Total of lines 41, 50, 59)		2,858,558	2,576,613		
61	Interest Charges					
62	Interest on Long-Term Debt (427)		114,057	174,305		
63	Amort. of Debt Disc. and Expense (428)					
64	Amortization of Loss on Reacquired Debt (428.1)					
65	(Less) Amort. of Premium on Debt-Credit (429)					
66	(Less) Amortization of Gain on Reacquired Debt-Credit (429.1)					
67	Interest on Debt to Assoc. Companies (430)	340	1,108,861	1,116,310		
68	Other Interest Expense (431)	340	12,450	16,940		
69	(Less) Allowance for Borrowed Funds Used During Construction-Cr. (432)					
70	Net Interest Charges (Total of lines 62 thru 69)		1,235,368	1,307,555		
71	Income Before Extraordinary Items (Total of lines 27, 60 and 70)		4,918,906	4,824,069		
72	Extraordinary Items					
73	Extraordinary Income (434)					
74	(Less) Extraordinary Deductions (435)					
75	Net Extraordinary Items (Total of line 73 less line 74)					
76	Income Taxes-Federal and Other (409.3)	262-263				
77	Extraordinary Items After Taxes (line 75 less line 76)					
78	Net Income (Total of line 71 and 77)		4,918,906	4,824,069		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

STATEMENT OF RETAINED EARNINGS

1. Do not report Lines 49-53 on the quarterly version.
2. Report all changes in appropriated retained earnings, unappropriated retained earnings, year to date, and unappropriated undistributed subsidiary earnings for the year.
3. Each credit and debit during the year should be identified as to the retained earnings account in which recorded (Accounts 433, 436 - 439 inclusive). Show the contra primary account affected in column (b)
4. State the purpose and amount of each reservation or appropriation of retained earnings.
5. List first account 439, Adjustments to Retained Earnings, reflecting adjustments to the opening balance of retained earnings. Follow by credit, then debit items in that order.
6. Show dividends for each class and series of capital stock.
7. Show separately the State and Federal income tax effect of items shown in account 439, Adjustments to Retained Earnings.
8. Explain in a footnote the basis for determining the amount reserved or appropriated. If such reservation or appropriation is to be recurrent, state the number and annual amounts to be reserved or appropriated as well as the totals eventually to be accumulated.
9. If any notes appearing in the report to stockholders are applicable to this statement, include them on pages 122-123.

Line No.	Item (a)	Contra Primary Account Affected (b)	Current Quarter/Year Year to Date Balance (c)	Previous Quarter/Year Year to Date Balance (d)
	UNAPPROPRIATED RETAINED EARNINGS (Account 216)			
1	Balance-Beginning of Period		25,615,425	22,731,356
2	Changes			
3	Adjustments to Retained Earnings (Account 439)			
4				
5				
6				
7				
8				
9	TOTAL Credits to Retained Earnings (Acct. 439)			
10				
11				
12				
13				
14				
15	TOTAL Debits to Retained Earnings (Acct. 439)			
16	Balance Transferred from Income (Account 433 less Account 418.1)		4,918,906	4,824,069
17	Appropriations of Retained Earnings (Acct. 436)			
18				
19				
20				
21				
22	TOTAL Appropriations of Retained Earnings (Acct. 436)			
23	Dividends Declared-Preferred Stock (Account 437)			
24				
25				
26				
27				
28				
29	TOTAL Dividends Declared-Preferred Stock (Acct. 437)			
30	Dividends Declared-Common Stock (Account 438)			
31			-2,000,000	(2,000,000)
32				
33				
34				
35				
36	TOTAL Dividends Declared-Common Stock (Acct. 438)		-2,000,000	(2,000,000)
37	Transfers from Acct 216.1, Unapprop. Undistrib. Subsidiary Earnings			
38	Balance - End of Period (Total 1,9,15,16,22,29,36,37)		28,534,331	25,615,425
	APPROPRIATED RETAINED EARNINGS (Account 215)			

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

STATEMENT OF RETAINED EARNINGS

1. Do not report Lines 49-53 on the quarterly version.
2. Report all changes in appropriated retained earnings, unappropriated retained earnings, year to date, and unappropriated undistributed subsidiary earnings for the year.
3. Each credit and debit during the year should be identified as to the retained earnings account in which recorded (Accounts 433, 436 - 439 inclusive). Show the contra primary account affected in column (b)
4. State the purpose and amount of each reservation or appropriation of retained earnings.
5. List first account 439, Adjustments to Retained Earnings, reflecting adjustments to the opening balance of retained earnings. Follow by credit, then debit items in that order.
6. Show dividends for each class and series of capital stock.
7. Show separately the State and Federal income tax effect of items shown in account 439, Adjustments to Retained Earnings.
8. Explain in a footnote the basis for determining the amount reserved or appropriated. If such reservation or appropriation is to be recurrent, state the number and annual amounts to be reserved or appropriated as well as the totals eventually to be accumulated.
9. If any notes appearing in the report to stockholders are applicable to this statement, include them on pages 122-123.

Line No.	Item (a)	Contra Primary Account Affected (b)	Current Quarter/Year Year to Date Balance (c)	Previous Quarter/Year Year to Date Balance (d)
39				
40				
41				
42				
43				
44				
45	TOTAL Appropriated Retained Earnings (Account 215)			
	APPROP. RETAINED EARNINGS - AMORT. Reserve, Federal (Account 215.1)			
46	TOTAL Approp. Retained Earnings-Amort. Reserve, Federal (Acct. 215.1)			
47	TOTAL Approp. Retained Earnings (Acct. 215, 215.1) (Total 45,46)			
48	TOTAL Retained Earnings (Acct. 215, 215.1, 216) (Total 38, 47) (216.1)		28,534,331	25,615,425
	UNAPPROPRIATED UNDISTRIBUTED SUBSIDIARY EARNINGS (Account			
	Report only on an Annual Basis, no Quarterly			
49	Balance-Beginning of Year (Debit or Credit)			
50	Equity in Earnings for Year (Credit) (Account 418.1)			
51	(Less) Dividends Received (Debit)			
52				
53	Balance-End of Year (Total lines 49 thru 52)			

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

STATEMENT OF CASH FLOWS

(1) Codes to be used: (a) Net Proceeds or Payments; (b) Bonds, debentures and other long-term debt; (c) Include commercial paper; and (d) Identify separately such items as investments, fixed assets, intangibles, etc.
(2) Information about noncash investing and financing activities must be provided in the Notes to the Financial statements. Also provide a reconciliation between "Cash and Cash Equivalents at End of Period" with related amounts on the Balance Sheet.
(3) Operating Activities - Other: Include gains and losses pertaining to operating activities only. Gains and losses pertaining to investing and financing activities should be reported in those activities. Show in the Notes to the Financials the amounts of interest paid (net of amount capitalized) and income taxes paid.
(4) Investing Activities: Include at Other (line 31) net cash outflow to acquire other companies. Provide a reconciliation of assets acquired with liabilities assumed in the Notes to the Financial Statements. Do not include on this statement the dollar amount of leases capitalized per the USofA General Instruction 20; instead provide a reconciliation of the dollar amount of leases capitalized with the plant cost.

Line No.	Description (See Instruction No. 1 for Explanation of Codes) (a)	Current Year to Date Quarter/Year (b)	Previous Year to Date Quarter/Year (c)
1	Net Cash Flow from Operating Activities:		
2	Net Income (Line 78(c) on page 117)	4,918,906	4,824,069
3	Noncash Charges (Credits) to Income:		
4	Depreciation and Depletion	2,874,271	2,751,072
5	Amortization of		
6	Utility Plant and Non-Utility Plant	-13,599	2,751
7			
8	Deferred Income Taxes (Net)	104,020	3,492,058
9	Investment Tax Credit Adjustment (Net)	-62,358	-62,924
10	Net (Increase) Decrease in Receivables	-206,847	548,078
11	Net (Increase) Decrease in Inventory	-135,041	-251,516
12	Net (Increase) Decrease in Allowances Inventory		
13	Net Increase (Decrease) in Payables and Accrued Expenses	3,044,283	526,314
14	Net (Increase) Decrease in Other Regulatory Assets	14,600	-5,538,400
15	Net Increase (Decrease) in Other Regulatory Liabilities	30,000	-120,000
16	(Less) Allowance for Other Funds Used During Construction		
17	(Less) Undistributed Earnings from Subsidiary Companies		
18	Other (provide details in footnote): Net (Incr) Decr. in Prepayments	50,612	-37,711
19	Net (Increase) Decrease in Misc. Deferred Debits/Credits	-3,764,281	444,089
20	Net (Increase) Decrease in Other Non-current Liabilities	11,656	-66,407
21	Net (Increase) Decrease in Other Investments/Special Funds	-941,866	-698,573
22	Net Cash Provided by (Used in) Operating Activities (Total 2 thru 21)	5,924,356	5,812,900
23			
24	Cash Flows from Investment Activities:		
25	Construction and Acquisition of Plant (including land):		
26	Gross Additions to Utility Plant (less nuclear fuel)	-2,998,295	-2,695,621
27	Gross Additions to Nuclear Fuel		
28	Gross Additions to Common Utility Plant		
29	Gross Additions to Nonutility Plant		
30	(Less) Allowance for Other Funds Used During Construction		
31	Other (provide details in footnote): Customer Advances	-6,545	-52,125
32	Net (Increase) Decrease in Non-Utility Property	14,000	7,175
33	Net (Increase) Decrease in Equity Investment-ATC	-1,276,411	-3,224,703
34	Cash Outflows for Plant (Total of lines 26 thru 33)	-4,267,251	-5,965,274
35			
36	Acquisition of Other Noncurrent Assets (d)		
37	Proceeds from Disposal of Noncurrent Assets (d)		
38			
39	Investments in and Advances to Assoc. and Subsidiary Companies		
40	Contributions and Advances from Assoc. and Subsidiary Companies		
41	Disposition of Investments in (and Advances to)		
42	Associated and Subsidiary Companies		
43			
44	Purchase of Investment Securities (a)		
45	Proceeds from Sales of Investment Securities (a)		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

STATEMENT OF CASH FLOWS

- (1) Codes to be used (a) Net Proceeds or Payments;(b)Bonds, debentures and other long-term debt; (c) Include commercial paper; and (d) Identify separately such items as investments, fixed assets, intangibles etc.
- (2) Information about noncash investing and financing activities must be provided in the Notes to the Financial statements. Also provide a reconciliation between "Cash and Cash Equivalents at End of Period" with related amounts on the Balance Sheet
- (3) Operating Activities - Other: Include gains and losses pertaining to operating activities only. Gains and losses pertaining to investing and financing activities should be reported in those activities. Show in the Notes to the Financials the amounts of interest paid (net of amount capitalized) and income taxes paid.
- (4) Investing Activities: Include at Other (line 31) net cash outflow to acquire other companies. Provide a reconciliation of assets acquired with liabilities assumed in the Notes to the Financial Statements. Do not include on this statement the dollar amount of leases capitalized per the USofA General Instruction 20; instead provide a reconciliation of the dollar amount of leases capitalized with the plant cost.

Line No.	Description (See Instruction No. 1 for Explanation of Codes) (a)	Current Year to Date Quarter/Year (b)	Previous Year to Date Quarter/Year (c)
46	Loans Made or Purchased		
47	Collections on Loans		
48			
49	Net (Increase) Decrease in Receivables		
50	Net (Increase) Decrease in Inventory		
51	Net (Increase) Decrease in Allowances Held for Speculation		
52	Net Increase (Decrease) in Payables and Accrued Expenses		
53	Other (provide details in footnote):		
54			
55			
56	Net Cash Provided by (Used in) Investing Activities		
57	Total of lines 34 thru 55)	-4,267,251	-5,965,274
58			
59	Cash Flows from Financing Activities:		
60	Proceeds from Issuance of:		
61	Long-Term Debt (b)		
62	Preferred Stock		
63	Common Stock		
64	Other (provide details in footnote):		
65			
66	Net Increase in Short-Term Debt (c)		
67	Other (provide details in footnote):		
68	Net (Increase) Decrease in Other Paid-In Capital	37,402	1,998,634
69			
70	Cash Provided by Outside Sources (Total 61 thru 69)	37,402	1,998,634
71			
72	Payments for Retirement of:		
73	Long-term Debt (b)	-151,000	-232,000
74	Preferred Stock		
75	Common Stock		
76	Other (provide details in footnote): Advances from Assoc. Companies	1,900,000	100,000
77			
78	Net Decrease in Short-Term Debt (c)	-1,180,000	
79			
80	Dividends on Preferred Stock		
81	Dividends on Common Stock	-2,000,000	-2,000,000
82	Net Cash Provided by (Used in) Financing Activities		
83	(Total of lines 70 thru 81)	-1,393,598	-133,366
84			
85	Net Increase (Decrease) in Cash and Cash Equivalents		
86	(Total of lines 22,57 and 83)	263,507	-285,740
87			
88	Cash and Cash Equivalents at Beginning of Period	339,916	625,656
89			
90	Cash and Cash Equivalents at End of period	603,423	339,916

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	------------------------------	---

NOTES TO FINANCIAL STATEMENTS

1. Use the space below for important notes regarding the Balance Sheet, Statement of Income for the year, Statement of Retained Earnings for the year, and Statement of Cash Flows, or any account thereof. Classify the notes according to each basic statement, providing a subheading for each statement except where a note is applicable to more than one statement.
2. Furnish particulars (details) as to any significant contingent assets or liabilities existing at end of year, including a brief explanation of any action initiated by the Internal Revenue Service involving possible assessment of additional income taxes of material amount, or of a claim for refund of income taxes of a material amount initiated by the utility. Give also a brief explanation of any dividends in arrears on cumulative preferred stock.
3. For Account 116, Utility Plant Adjustments, explain the origin of such amount, debits and credits during the year, and plan of disposition contemplated, giving references to Commission orders or other authorizations respecting classification of amounts as plant adjustments and requirements as to disposition thereof.
4. Where Accounts 189, Unamortized Loss on Reacquired Debt, and 257, Unamortized Gain on Reacquired Debt, are not used, give an explanation, providing the rate treatment given these items. See General Instruction 17 of the Uniform System of Accounts.
5. Give a concise explanation of any retained earnings restrictions and state the amount of retained earnings affected by such restrictions.
6. If the notes to financial statements relating to the respondent company appearing in the annual report to the stockholders are applicable and furnish the data required by instructions above and on pages 114-121, such notes may be included herein.
7. For the 3Q disclosures, respondent must provide in the notes sufficient disclosures so as to make the interim information not misleading. Disclosures which would substantially duplicate the disclosures contained in the most recent FERC Annual Report may be omitted.
8. For the 3Q disclosures, the disclosures shall be provided where events subsequent to the end of the most recent year have occurred which have a material effect on the respondent. Respondent must include in the notes significant changes since the most recently completed year in such items as: accounting principles and practices; estimates inherent in the preparation of the financial statements; status of long-term contracts; capitalization including significant new borrowings or modifications of existing financing agreements; and changes resulting from business combinations or dispositions. However were material contingencies exist, the disclosure of such matters shall be provided even though a significant change since year end may not have occurred.
9. Finally, if the notes to the financial statements relating to the respondent appearing in the annual report to the stockholders are applicable and furnish the data required by the above instructions, such notes may be included herein.

PAGE 122 INTENTIONALLY LEFT BLANK
SEE PAGE 123 FOR REQUIRED INFORMATION.

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005:Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

NOTE A – ORGANIZATION

Edison Sault Electric Company ("Edison Sault") is a separate utility subsidiary of Wisconsin Energy Corporation ("WEC") engaged in the generation, purchase, and sale of electric energy in the Eastern Upper Peninsula of Michigan. Customer receivables, electric sales, and resale revenues arise from operations of Edison Sault.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting records of Edison Sault are maintained in accordance with the Uniform System of Accounts prescribed by the Federal Energy Regulatory Commission ("FERC") and the Michigan Public Service Commission ("MPSC.")

The accompanying financial statements have been prepared in accordance with the accounting requirements of the FERC as set forth in the Uniform System of Accounts and accounting releases, which differs from generally accepted accounting principles ("GAAP"). As required by FERC, Edison Sault classifies certain items in its Form 1 Comparative Balance Sheet (primarily the components of accumulated deferred income taxes, maturities of long-term debt, deferred debits, and deferred credits) in a manner different than that required by GAAP.

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Edison Sault is included in WEC's consolidated Federal income tax return. As such, WEC allocates Federal current tax expense or credits to Edison Sault based on its separate tax computation.

Inventory

Inventory values are maintained on an average cost basis.

Associated Companies

Managerial, financial, accounting, legal, data processing, and other services may be rendered between Edison Sault and associated companies. Edison Sault buys and sells electric energy from an affiliated utility, Wisconsin Electric Power Company ("WEPCO"). In 2005, Edison Sault purchased and sold electric energy in the amount of \$21.2 million and \$134,000, respectively. At December 31, 2005, Edison Sault owed a net accounts payable of \$3.8 million to associated companies for services rendered.

Other Investments

Edison Sault has approximately a 4% interest in American Transmission Company ("ATC"), a regional transmission company established in 2000 under Wisconsin legislation. During 2005 and 2004, Edison Sault paid ATC approximately \$3.6 million and \$3.4 million, respectively, for transmission services. Edison Sault also provides a variety of operational, maintenance, and project management work for ATC, which ATC reimburses to Edison Sault at cost. In 2005, Edison Sault received approximately \$866,000 from ATC for

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

services rendered. At December 31, 2005, Edison Sault owed a net accounts payable of \$206,000 to ATC. Edison Sault made capital contributions to ATC of approximately \$1.3 million in 2005.

Utility Regulation

Edison Sault accounts for the effects of regulation under Statement of Financial Accounting Standards ("SFAS") 71, "Accounting for the Effects of Certain Types of Regulation." As a result, the actions of regulators affect when revenues, expenses, assets, and liabilities are recognized.

In accordance with SFAS 71, Edison Sault capitalizes as deferred regulatory assets costs which are expected to be recovered in future utility rates. Edison Sault also records as deferred regulatory liabilities costs which are to be paid in the future. These consist primarily of amounts related to the adoption of SFAS 109, "Accounting for Income Taxes" and an environmental matter.

The following regulatory assets (liabilities) were reflected in the Balance Sheet as of December 31:

<i>(Thousands of Dollars)</i>	<u>2005</u>	<u>2004</u>
FAS 109 Regulatory Assets	\$ 46	\$ 154
FAS 109 Regulatory Liability	(8)	(44)
FAS 109 Net Regulatory Asset	\$ 38	\$ 110
Environmental Matter Regulatory Asset	-	172
Environmental Matter Regulatory Liability	(66)	-
Pension Regulatory Asset	<u>6,149</u>	<u>5,884</u>
Total Net Regulatory Asset	<u>\$6,121</u>	<u>\$6,166</u>

Edison Sault recorded a minimum pension liability to reflect the funded status of the pension plan. We have concluded that the unrecognized pension costs resulting from the recognition of the minimum pension liability qualify as a regulatory asset.

Restructuring in Michigan: In June 2000, the Governor of the state of Michigan signed the "Customer Choice and Electric Reliability Act" into law, empowering the MPSC to implement electric retail access in Michigan. In effect, the new law provides that all Michigan retail customers of investor-owned utilities have the ability to choose their electric power producer after January 1, 2002. The Michigan Retail Access law was characterized by former Michigan Governor Engler as "Choice for those who want it and protection for those who need it."

As of January 1, 2002, Michigan retail customers of Edison Sault were allowed to remain with their regulated utility at regulated rates or choose an alternative electric supplier to provide power supply service. Edison Sault plans to maintain its generation capacity and distribution assets and provide regulated service as it has in the past. Edison Sault expects to continue providing distribution and customer service functions regardless of the customer's power supplier.

Customer switching to alternative suppliers within Edison Sault's service territory has not occurred. There has been minimal alternate supplier activity, reflecting the small market area, the company's competitive regulated power supply prices, and a lack of interest in general of the Upper Peninsula of Michigan as a market for alternative electric suppliers.

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

Rates and Regulatory Matters

In September 1995, the MPSC approved Edison Sault's application to implement price cap regulation for its electric customers in the State of Michigan, capping base rates at existing levels, rolling its existing fuel cost adjustment procedure or Power Supply Cost Recovery ("PSCR") factor into base rates and suspending its existing PSCR clause. Edison Sault was required to give thirty days notice for rate decreases. The order authorizing Edison Sault's price cap represented a temporary experimental regulatory mechanism and allowed Edison Sault to file an application seeking an increase in rates under extraordinary circumstances. In September 2001, Edison Sault submitted an application to reinstate its PSCR clause in January 2002 and to incorporate therein 2002 incremental ATC charges and certain miscellaneous costs. In April 2002, the MPSC issued orders authorizing Edison Sault to re-implement its PSCR clause, beginning May 1, 2002. PSCR revenues and costs are subject to true-up hearings. At December 31, 2005, Edison Sault had an undercollection of approximately \$4 million in PSCR revenues. At December 31, 2004, there was an overcollection of \$577,000.

Edison Sault continually reviews the applicability of accounting under SFAS 71. Based on a current evaluation of factors affecting the applicability of SFAS 71, Edison Sault has determined that it is currently appropriate to continue accounting according to SFAS 71.

New Accounting Pronouncements

Conditional Asset Retirement Obligations: In March 2005, the Financial Accounting Standards Board ("FASB") issued Interpretation 47, Accounting for Conditional Asset Retirement Obligations (FIN 47), an interpretation of FASB Statement 143. FIN 47 requires companies to recognize a liability for fair value of a legal obligation to perform asset retirement activities that are conditional on a future event if the amount can be reasonably estimated. If the amounts cannot be reasonably estimated, certain disclosures are required about the unrecognized asset retirement obligations. Edison Sault adopted FIN 47 effective December 31, 2005, and it did not have a material effect on the Company's financial position, results of operations, or cash flows.

Share Based Compensation: In December 2004, the FASB issued SFAS 123 (revised 2004), Share-Based Payment (SFAS 123R), which is a revision of SFAS 123. SFAS 123R supersedes APB Opinion 25, and amends SFAS 95, Statement of Cash Flows. Generally, the approach in SFAS 123R is similar to the approach described in SFAS 123. However, SFAS 123R requires all share-based payments to employees, including grants of employee stock options, to be recognized in the income statement based on their fair values. Edison Sault adopted SFAS 123R effective January 1, 2006.

Revenues

Edison Sault records revenue monthly, as billed, on the basis of meter readings throughout the month and includes an estimate of unbilled revenue relative to power consumed from the meter reading date to the end of the month in the current month's revenue. Edison Sault's Statement of Financial Position includes an estimated amount for revenues accrued but not billed as of year-end.

Beginning in May 2002, certain of Edison Sault's electric sales became subject to a PSCR clause which permits Edison Sault to pass on to its customers any increases or decreases in the cost of purchased power and fuel used to generate electricity. Edison Sault records monthly an estimate of revenues expected to be collected or refunded to customers as a result of the PSCR clause. Such estimates are revised as actual

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da. Yr) 04/18/2006	Year/Period of Report 2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

costs become available. The PSCR process is subject to the jurisdiction of the MPSC.

Our two largest customers accounted for approximately 28% of total revenues in 2005 and 30% in 2004.

Edison Sault continually reviews its customers' credit-worthiness and requests deposits or refunds deposits based on that review.

Utility Plant—Electric

Utility plant is stated at original cost, including engineering, material, labor, supervision, other related items, and an allowance for funds used during construction.

Maintenance and repairs are charged to expense as incurred, while replacements and betterments are capitalized. Upon the sale or retirement of an asset, the original cost of the property retired, plus the cost of removal, less salvage, is charged to accumulated depreciation.

Edison Sault depreciates the original cost of property over its estimated useful life by the straight-line method at composite rates approved by the MPSC. The composite rate was approximately 3.5% for the years presented.

The regulated operations of Edison Sault collect removal costs in rates for certain assets that do not have associated legal asset retirement obligations. As of December 31, 2005, Edison Sault estimated that it has approximately \$8.6 million of such regulatory liabilities recorded in Accumulated Depreciation. At December 31, 2004, the amount was \$8.1 million.

Cash and Cash Equivalents

Edison Sault considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

NOTE C – LONG-TERM DEBT/BORROWING ARRANGEMENTS

At December 31, 2005, the maturities through 2008 and thereafter for the aggregate amount of long-term debt outstanding were:

<i>(thousands of dollars)</i>	
2006	\$ 1,151
2007	1,281
2008	1,343
2009	1,000
2010	1,000
Thereafter	<u>8,500</u>
 Total	 \$14,275

Edison Sault has in place an unsecured intercompany note from WEC with sinking fund and interest payments payable on a quarterly basis. The interest rate is 6.9%. The note matures in April 2012, at which time the balance of the remaining principal amount is payable to WEC. At December 31, 2005, Edison Sault has notes payable to WEC in the amount of \$13,500,000. Edison Sault may, at its option, prepay in whole or in part the unpaid balance of the note.

Edison Sault has authority from FERC to issue up to \$50 million in long-term and short-term obligations. Edison Sault also has authority to issue short-term thrift notes to Michigan residents. These notes mature one year from the date of issue, with interest at 2.5% to 3.0% below the New York prime rate, depending on the amount of the note. There were no short-term thrift notes outstanding at December 31, 2005, and December 31, 2004.

		2005	2004
		<i>(Thousands of Dollars)</i>	
Unsecured Notes	7.2% - 8.00% due 2006 – 2008	\$ 775	\$ 2,106

NOTE D – LEASES AND PURCHASED POWER AGREEMENTS

Edison Sault's primary source of generation is its 30-megawatt hydroelectric generating plant located on the St. Marys River in Sault Ste. Marie, Michigan. The water for this facility is leased under a contract with the United States Corps of Engineers with tenure to December 31, 2050. However, the Secretary of the Army has the right to terminate the contract subsequent to December 2025 by providing at least a five-year termination notice. No such notice can be given prior to December 31, 2020. Edison Sault pays for all water taken from the St. Marys River at predetermined rates with a minimum annual payment of \$100,000. Annual rentals under this contract were \$978,000 in 2005 and \$910,000 in 2004. The total flow of water taken out of Lake Superior, which in effect is the flow of water in the St. Marys River, is under the direction and control of the International Joint Commission, created by the Boundary Water Treaty of 1909 between the United States and Great Britain, now represented by Canada.

The International Joint Commission places limitations on the flow of water from Lake Superior that limits Edison Sault's amount of hydroelectric generation. Water elevation levels on Lake Superior have been below normal levels during the years 1998 through 2005, resulting in increased water

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

release. During any limited flow months, it is necessary for Edison Sault to purchase additional power from other sources or increase the use of Edison Sault's diesel generation. Water elevation levels on Lake Superior in 2004 returned closer to their long-term averages, resulting in more water being available for hydroelectric operations.

Hydroelectric generation is also purchased by Edison Sault under contract from the United States Corps of Engineers' hydroelectric generating plant located within the Soo Locks complex on the St. Marys River in Sault Ste. Marie, Michigan. This 17-megawatt contract has tenure to November 1, 2040, and cannot be terminated by the United States government prior to November 1, 2030. Payments under the contract are scheduled to be \$1,323,000 annually, with modifications to such payments for power outages and the cost of designated repairs in excess of the federal share of such costs. Annual payments are subject to re-negotiation every five years, with the current terms having been implemented in November 2001.

Edison Sault purchases power from Consumers Energy Company under a wholesale power sales agreement that, with five year's notice, expires in 2020, or 2010 under an early termination provision. Under this agreement, Edison Sault purchased 20 megawatts of capacity in 2005 and 2004. Edison Sault can take up to 20 megawatts of energy per hour, at its option, and pays an energy charge for actual energy flow. The cost of power purchased from Consumers Energy totaled \$5,431,887 in 2005 and \$5,479,739 in 2004. Rates under the agreement were renegotiated with annual increases in rates that became effective in 2003.

Commencing January 1, 1998, Edison Sault purchased 20 megawatts of firm power from WEPCO under the terms of a ten-year agreement. Effective January 1, 2001, Edison Sault began purchasing additional capacity and energy from WEPCO under the terms of a Joint Operating Agreement ("JOA"). Under the JOA, Edison Sault and WEPCO each retain the rights to any generation and purchased power contracts that were in place on July 1, 2000. Any additional capacity and energy needs of the two companies would be obtained on a joint basis and the costs shared. The cost of power from WEPCO was \$21,238,303 in 2005 and \$15,337,651 in 2004. Edison Sault also sold \$134,000 of power to WEPCO under the 2005 JOA and \$102,000 in 2004.

Edison Sault also leases certain office and computer equipment for which gross rentals were \$54,500 in 2005 and \$48,100 in 2004 under agreements that extend up to six years.

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

NOTE E – INCOME TAXES

The Company follows the liability method in accounting for income taxes as prescribed by SFAS 109, Accounting for Income Taxes (SFAS 109). SFAS 109 requires the recording of deferred assets and liabilities to recognize the expected future tax consequences of events that have been reflected in our financial statements or tax returns and the adjustment of deferred tax balances to reflect tax rate changes. Tax credits associated with regulated operations are deferred and amortized over the life of the assets.

The following table is a summary of income tax expense (benefit) for each of the years ended December 31:

	<u>2005</u>	<u>2004</u>
	(Thousands of Dollars)	
Current tax expense	\$ 2,368	\$ 113
Deferred income taxes, net	176	2,420
Investment tax credit, net	(62)	(63)
Total Income Tax Expense	<u>\$ 2,482</u>	<u>\$ 2,470</u>

The provision for income taxes for each of the years ended December 31 differs from the amount of income tax determined by applying the applicable U.S. statutory federal income tax rate to income before income taxes as a result of the following items:

	<u>2005</u>		<u>2004</u>	
	<u>Amount</u>	<u>Effective Tax Rate</u>	<u>Amount</u>	<u>Effective Tax Rate</u>
	(Thousands of Dollars)			
Expected tax at statutory federal tax rates	\$ 2,590	35.0%	\$ 2,553	35.0%
State income taxes net of federal tax benefit	67	0.9%	34	0.5%
Investment tax credit amortization	(62)	(0.9%)	(63)	(0.9%)
Section 199 production deduction	(70)	(0.9%)	-	0.0%
Other, net	(43)	(0.6%)	(54)	(0.7%)
Total Income Tax Expense	<u>\$ 2,482</u>	<u>33.5%</u>	<u>\$ 2,470</u>	<u>33.9%</u>

Name of Respondent	This Report is:	Date of Report	Year/Period of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/18/2006	2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

The components of SFAS 109 deferred income taxes classified as net current assets and net non-current liabilities at December 31 are as follows:

	2005	2004
	(Thousands of Dollars)	
Deferred Tax Assets		
Current		
Uncollectible account expense	\$ 11	\$ 11
Total Current Deferred Tax Assets	<u>11</u>	<u>11</u>
Non-current		
Property-owned and leased	1,357	1,365
Pension benefits	(765)	(902)
Employee benefits and compensation	1,161	1,089
Other	(67)	(78)
Total Non-current Deferred Tax Assets	<u>1,686</u>	<u>1,474</u>
Total Deferred Tax Assets	<u>\$ 1,697</u>	<u>\$ 1,485</u>
Deferred Tax Liabilities		
Current		
EPA regulatory asset (liability)	\$ (23)	\$ 60
Property taxes	349	244
Total Current Deferred Tax Liabilities	<u>326</u>	<u>304</u>
Non-current		
Property-owned and leased	6,728	6,704
Property-investment	5,003	4,733
Total Non-current Deferred Tax Liabilities	<u>11,731</u>	<u>11,437</u>
Total Deferred Tax Liabilities	<u>\$ 12,057</u>	<u>\$ 11,741</u>

Name of Respondent	This Report is:	Date of Report (Mo, Da, Yr)	Year/Period of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	04/18/2006	2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

NOTE F – PENSION PLAN AND OTHER BENEFITS

Edison Sault and WEC provide defined benefit pension and other postretirement benefit plans to employees. The WEC Plan provides pension benefits to employees of WEC, Edison Sault, and other subsidiaries of WEC.

WEC allocates the service cost component of pension costs to participating companies based on labor dollars. The assets, obligations, and the components of SFAS 87 pension costs other than service cost (including the minimum pension liability) are allocated by WEC's actuary to each of the participating companies as if each participating company had its own plan. A year-end measurement date is used for all pension and other postretirement benefit plans.

Name of Respondent	This Report is:	Date of Report	Year/Period of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/18/2006	2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

The disclosures below are based on an allocation of the amounts for the WEC Plan to Edison Sault. Also disclosed below is the aggregate funded status of those pension and other postretirement benefit plans with accumulated net benefit obligations in excess of plan assets.

	Pension Benefits		Other Postretirement Benefits	
	2005	2004	2005	2004
(Thousands of Dollars)				
Change in Benefit Obligation				
Benefit Obligation at January 1	\$ 18,154	\$ 16,194	\$ 3,411	\$ 3,807
Service Cost	277	253	36	30
Interest Cost	1,032	1,058	166	195
Plan Participants' Contributions	-	-	185	-
Plan Amendments	65	-	(619)	-
Actuarial Loss (Gain)	850	1,998	(221)	(418)
Special Benefits	-	-	26	21
Gross Benefits Paid	(1,428)	(1,349)	(403)	(224)
Benefit Obligation at December 31	<u>\$ 18,950</u>	<u>\$ 18,154</u>	<u>\$ 2,581</u>	<u>\$ 3,411</u>
Change in Plan Assets				
Fair Value at January 1	\$ 13,577	\$ 9,785	\$ -	\$ -
Actual Return on Plan Assets	882	1,080	-	-
Employer Contributions	57	4,061	192	203
Plan Participants' Contribution	-	-	185	-
Special Benefits	-	-	26	21
Gross Benefits Paid	(1,428)	(1,349)	(403)	(224)
Fair Value at December 31	<u>\$ 13,088</u>	<u>\$ 13,577</u>	<u>\$ -</u>	<u>\$ -</u>
Funded Status of Plans				
Funded Status at December 31	\$ (5,861)	\$ (4,577)	\$ (2,581)	\$ (3,411)
Unrecognized				
Net Actuarial Loss	6,781	5,924	943	1,203
Prior Service Cost	608	638	(149)	129
Net Transition (Asset) Obligation	-	(6)	-	388
Net Accrued Benefit Cost	<u>\$ 1,528</u>	<u>\$ 1,979</u>	<u>\$ (1,787)</u>	<u>\$ (1,691)</u>
Amounts recognized in the statement of financial position consist of:				
Prepaid Benefit Cost	\$ 1,989	\$ 2,454	\$ -	\$ -
Accrued Benefit Cost	(461)	(475)	(1,787)	(1,691)
Additional Minimum Liability	(6,757)	(6,522)	-	-
Intangible Asset	608	638	-	-
Accumulated Other Comprehensive Income	-	-	-	-
Regulatory Assets	6,149	5,884	-	-
Net Amount Recognized at End of Year	<u>\$ 1,528</u>	<u>\$ 1,979</u>	<u>\$ (1,787)</u>	<u>\$ (1,691)</u>

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

The components of net periodic pension and other postretirement benefit costs as well as the weighted-average assumptions used in accounting for the plans include the following:

	Pension Benefits		Other Postretirement Benefits	
	2005	2004	2005	2004
<i>(Thousands of Dollars)</i>				
Net Periodic Benefit Cost				
Service Cost	\$ 277	\$ 254	\$ 36	\$ 30
Interest Cost	1,032	1,058	167	195
Expected Return on Plan Assets	(1,171)	(924)	-	-
Amortization of				
Transition (Asset) Obligation	(6)	(34)	36	49
Prior Service Cost	95	100	10	11
Actuarial Loss	281	164	39	55
Net Periodic Benefit Cost	<u>\$ 508</u>	<u>\$ 618</u>	<u>\$ 288</u>	<u>\$ 340</u>
Weighted-Average Assumptions used to Determine Periodic Benefit Cost for year ended December 31				
Discount Rate	5.75%	6.25%	5.75%	6.25%
Expected Return on Plan Assets	9%	9%	9%	9%
Rate of Compensation Increase	4.5 to 5.0%	4.5 to 5.0%	NA	NA
Weighted-Average Assumptions Used to Determine Benefit Obligations at Dec. 31				
Discount Rate	5.50%	5.75%	5.50%	5.75%
Rate of Compensation Increase	4.5 to 5.0%	4.5 to 5.0%	5.0	5.0

Included in the above table for pension benefits are costs related to the management and bargaining unit pension plans and the Supplemental Executive Retirement Plan ("SERP").

Edison Sault's management and bargaining unit employees are covered under WEC's pension plan, whose assets, the majority of which are equity securities, are held by pension trusts. Other pension plan assets include corporate and government bonds and real estate.

Edison Sault has an unfunded, nonqualified SERP that provides benefits which were integrated with its Management Pension Plan.

Edison Sault also provides benefits to retired Directors meeting certain age and service requirements. The related accrued liability included in Edison Sault's Statement of Financial Position at December 31, 2005, and 2004 was \$76,000 and \$154,000, respectively. The amount of expense recognized during 2005 and 2004 was (\$43,800) and \$14,000, respectively, while benefits paid were \$34,000 and \$51,000, respectively.

Other Postretirement Benefit Plans: Edison Sault accrues postretirement benefits (such as health care benefits) during the years an employee provides services in accordance with SFAS 106.

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report 2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

The assumed health care cost trend rate at December 31, 2005, was 10.0%. Assumed health care cost trend rates have a significant effect on the amounts reported for health care plans. A one-percentage-point change in assumed health care cost trend rates would have the following effects:

Effect on	1% Increase	1% Decrease
Postretirement Benefit Obligation	\$94,000	\$(84,000)
Total of Service and Interest Components	8,000	(7,000)

In December 2003, the Medicare Prescription Drug, Improvement and Modernization Act of 2003 (Act) was signed into law. The Act introduced a prescription drug benefit program under Medicare as well as a federal subsidy to sponsors of retiree health care benefit plans. In the second quarter of 2004, the FASB issued Staff Position (FSP) SFAS 106-2, Accounting and Disclosure Requirements related to the Medicare Prescription Drug, Improvement and Modernization Act of 2003.

In accordance with FSP 106-2, Edison Sault chose to recognize the effects of the Act retroactively effective January 1, 2004, with the impacts calculated actuarially. The Act resulted in no change to Edison Sault's benefit obligation and 2004 SFAS 106 expense. Assumptions used to develop this calculation include those used in the determination of the annual SFAS 106 expense and also include expectations of how the federal program will ultimately operate. In January 2005, the Centers for Medicare & Medicaid Services released final regulations to implement the new prescription drug benefit under Part D of Medicare. It was determined that the employer sponsored plans meet these regulations and that the previously determined actuarial measurements are still accurate.

In October 2005, it was announced that Edison Sault was offering to its retirees a Medicare Advantage Program. The Medicare Advantage Program is part of the Act, and offers post-65 medical and drug benefits through private insurance carriers. The Medicare Advantage program is expected to reduce the cost of post-65 medical and drug costs for the retirees and the Company. Due to this change, we remeasured the fair value of our other post-retirement plans in the fourth quarter of 2005 in accordance with SFAS 106, Employers' Accounting for Post-Retirement Benefits Other than Pensions. In 2005, the impact of this remeasurement and the FSP 106-2 benefit resulted in a minimal reduction to SFAS 106 expense.

Plan Assets: In our opinion, current pension trust assets, and amounts which are expected to be contributed to the trusts in the future, will be adequate to meet pension payment obligations to current and future retirees. Our pension plans asset allocation at December 31, 2005, and 2004, and our target allocation for 2006, by asset category, are as follows:

Asset Category	Target Allocation	Percentage of Pension Plans Assets at December 31	
		2005	2004
Equity Securities	2006 65%	65%	73%
Debt Securities	35%	35%	27%
Total	<u>100%</u>	<u>100%</u>	<u>100%</u>

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

WEC's common stock is not included in equity securities. Investment managers are specifically prohibited from investing in our securities or any affiliate of ours except if part of a commingled fund.

The target asset allocation was established by a Chairman-appointed Investment Trust Policy Committee, which oversees investment matters related to all of WEC's funded benefit plans. Asset allocation is monitored by the Investment Trust Policy Committee.

Cashflows:

<u>Employer Contributions</u>	<u>Pension Benefits</u>	<u>Other Post-retirement Benefits</u>
	(Thousands of Dollars)	
2004	\$ 4,061	\$203
2005	\$ 57	\$192
2006 (Expected)	\$ 433	\$240

Of \$433,000 expected to be contributed to fund pension benefits in 2006, none will be for our qualified plans since there is no minimum required by law. Edison Sault contributed \$57,000 and \$4.0 million to our qualified pension plans during 2005 and 2004, respectively.

The entire contribution to the other post-retirement benefit plans during 2005 was discretionary as the plans are not subject to any minimum regulatory funding requirements.

The following table identifies our expected benefit payments over the next ten years:

<u>Year</u>	<u>Pension</u>	<u>Gross Other Post Employment Benefits</u>
	(Thousands of Dollars)	
2006	\$1,227	\$ 175
2007	\$1,283	\$ 175
2008	\$1,335	\$ 174
2009	\$1,405	\$ 189
2010	\$1,402	\$ 212
2011-2015	\$7,612	\$1,125

Savings Plan: Edison Sault participates in a savings plan sponsored by WEC which allows employees to contribute a portion of their pretax and/or after tax income in accordance with plan specified guidelines. Edison Sault matches 50% of employee contributions up to 6% of the employee's annual compensation. Matching contributions charged to expense amounted to \$136,000 and \$134,000 during 2005 and 2004, respectively.

NOTE G – COMMITMENTS AND CONTINGENCIES

Oglebay Norton Bankruptcy: In February 2004, Oglebay Norton Company filed for reorganization under Chapter 11 of the Bankruptcy laws for itself and all of its subsidiaries. Edison Sault supplies electric service pursuant to special contracts to two quarries operated by Michigan Limestone Operations, a subsidiary of Oglebay Norton included in the bankruptcy proceeding.

Name of Respondent	This Report is:	Date of Report (Mo, Da, Yr)	Year/Period of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	04/18/2006	2005:Q4
NOTES TO FINANCIAL STATEMENTS (Continued)			

Edison Sault had unsecured claims of \$122,000 included in the bankruptcy proceeding and as a result increased its uncollectible accounts expense in 2004 to recognize the unsecured claims. Oglebay Norton subsequently emerged from bankruptcy and Michigan Limestone paid Edison Sault's unsecured claims in full in April of 2005 resulting in an increase in 2005 income.

St. Ignace Division Remediation Project: A decommissioned diesel generating site located at the St. Ignace Division's service center is currently being remediated for diesel fuel. The Michigan Department of Environmental Quality (DEQ) is working with Edison Sault at the site. The cost of monitoring and remediation was \$25,000 in 2005 and \$118,000 in 2004. At this time, we cannot reasonably estimate future monitoring and remediation expenses.

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report: End of 2005/Q4
---	---	--	--

STATEMENTS OF ACCUMULATED COMPREHENSIVE INCOME, COMPREHENSIVE INCOME, AND HEDGING ACTIVITIES

- Report in columns (b),(c),(d) and (e) the amounts of accumulated other comprehensive income items, on a net-of-tax basis, where appropriate.
- Report in columns (f) and (g) the amounts of other categories of other cash flow hedges.
- For each category of hedges that have been accounted for as "fair value hedges", report the accounts affected and the related amounts in a footnote.

Line No.	Item (a)	Unrealized Gains and Losses on Available-for-Sale Securities (b)	Minimum Pension Liability adjustment (net amount) (c)	Foreign Currency Hedges (d)	Other Adjustments (e)
1	Balance of Account 219 at Beginning of Preceding Year		1,967,000		
2	Preceding Qtr/Yr to Date Reclassifications from Acct 219 to Net Income				
3	Preceding Quarter/Year to Date Changes in Fair Value		(1,967,000)		
4	Total (lines 2 and 3)		(1,967,000)		
5	Balance of Account 219 at End of Preceding Quarter/Year		0		
6	Balance of Account 219 at Beginning of Current Year		0		
7	Current Qtr/Yr to Date Reclassifications from Acct 219 to Net Income				
8	Current Quarter/Year to Date Changes in Fair Value				
9	Total (lines 7 and 8)				
10	Balance of Account 219 at End of Current Quarter/Year		0		

STATEMENTS OF ACCUMULATED COMPREHENSIVE INCOME, COMPREHENSIVE INCOME, AND HEDGING ACTIVITIES

Line No.	Other Cash Flow Hedges Interest Rate Swaps (f)	Other Cash Flow Hedges [Specify] (g)	Totals for each category of items recorded in Account 219 (h)	Net Income (Carried Forward from Page 117, Line 78) (i)	Total Comprehensive Income (j)
1			1,967,000		
2					
3			(1,967,000)		
4			(1,967,000)	4,824,069	2,857,069
5			0		
6			0		
7					
8					
9				4,918,906	4,918,906
10			0		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

**SUMMARY OF UTILITY PLANT AND ACCUMULATED PROVISIONS
FOR DEPRECIATION, AMORTIZATION AND DEPLETION**

Report in Column (c) the amount for electric function, in column (d) the amount for gas function, in column (e), (f), and (g) report other (specify) and in column (h) common function.

Line No.	Classification (a)	Total Company for the Current Year/Quarter Ended (b)	Electric (c)
1	Utility Plant		
2	In Service		
3	Plant in Service (Classified)	84,082,746	84,082,746
4	Property Under Capital Leases		
5	Plant Purchased or Sold		
6	Completed Construction not Classified		
7	Experimental Plant Unclassified		
8	Total (3 thru 7)	84,082,746	84,082,746
9	Leased to Others		
10	Held for Future Use		
11	Construction Work in Progress	1,069,786	1,069,786
12	Acquisition Adjustments	-18,560	-18,560
13	Total Utility Plant (8 thru 12)	85,133,972	85,133,972
14	Accum Prov for Depr, Amort, & Depl	42,764,968	42,764,968
15	Net Utility Plant (13 less 14)	42,369,004	42,369,004
16	Detail of Accum Prov for Depr, Amort & Depl		
17	In Service:		
18	Depreciation	42,770,363	42,770,363
19	Amort & Depl of Producing Nat Gas Land/Land Right		
20	Amort of Underground Storage Land/Land Rights		
21	Amort of Other Utility Plant	11,228	11,228
22	Total In Service (18 thru 21)	42,781,591	42,781,591
23	Leased to Others		
24	Depreciation		
25	Amortization and Depletion		
26	Total Leased to Others (24 & 25)		
27	Held for Future Use		
28	Depreciation		
29	Amortization		
30	Total Held for Future Use (28 & 29)		
31	Abandonment of Leases (Natural Gas)		
32	Amort of Plant Acquisition Adj		
33	Total Accum Prov (equals 14) (22,26,30,31,32)	42,781,591	42,781,591

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC PLANT IN SERVICE (Account 101, 102, 103 and 106)

- Report below the original cost of electric plant in service according to the prescribed accounts.
- In addition to Account 101, Electric Plant in Service (Classified), this page and the next include Account 102, Electric Plant Purchased or Sold; Account 103, Experimental Electric Plant Unclassified; and Account 106, Completed Construction Not Classified-Electric.
- Include in column (c) or (d), as appropriate, corrections of additions and retirements for the current or preceding year.
- For revisions to the amount of initial asset retirement costs capitalized, included by primary plant account, increases in column (c) additions and reductions in column (e) adjustments.
- Enclose in parentheses credit adjustments of plant accounts to indicate the negative effect of such accounts.
- Classify Account 106 according to prescribed accounts, on an estimated basis if necessary, and include the entries in column (c). Also to be included in column (c) are entries for reversals of tentative distributions of prior year reported in column (b). Likewise, if the respondent has a significant amount of plant retirements which have not been classified to primary accounts at the end of the year, include in column (d) a tentative distribution of such retirements, on an estimated basis, with appropriate contra entry to the account for accumulated depreciation provision. Include also in column (d)

Line No.	Account (a)	Balance Beginning of Year (b)	Additions (c)
1	1. INTANGIBLE PLANT		
2	(301) Organization	565	
3	(302) Franchises and Consents	16,582	
4	(303) Miscellaneous Intangible Plant		
5	TOTAL Intangible Plant (Enter Total of lines 2, 3, and 4)	17,147	
6	2. PRODUCTION PLANT		
7	A. Steam Production Plant		
8	(310) Land and Land Rights		
9	(311) Structures and Improvements		
10	(312) Boiler Plant Equipment		
11	(313) Engines and Engine-Driven Generators		
12	(314) Turbogenerator Units		
13	(315) Accessory Electric Equipment		
14	(316) Misc. Power Plant Equipment		
15	(317) Asset Retirement Costs for Steam Production		
16	TOTAL Steam Production Plant (Enter Total of lines 8 thru 15)		
17	B. Nuclear Production Plant		
18	(320) Land and Land Rights		
19	(321) Structures and Improvements		
20	(322) Reactor Plant Equipment		
21	(323) Turbogenerator Units		
22	(324) Accessory Electric Equipment		
23	(325) Misc. Power Plant Equipment		
24	(326) Asset Retirement Costs for Nuclear Production		
25	TOTAL Nuclear Production Plant (Enter Total of lines 18 thru 24)		
26	C. Hydraulic Production Plant		
27	(330) Land and Land Rights	63,532	
28	(331) Structures and Improvements	908,439	16,010
29	(332) Reservoirs, Dams, and Waterways	3,785,511	
30	(333) Water Wheels, Turbines, and Generators	3,595,388	96,022
31	(334) Accessory Electric Equipment	6,023,927	
32	(335) Misc. Power Plant Equipment	228,513	
33	(336) Roads, Railroads, and Bridges		
34	(337) Asset Retirement Costs for Hydraulic Production		
35	TOTAL Hydraulic Production Plant (Enter Total of lines 27 thru 34)	14,605,310	112,032
36	D. Other Production Plant		
37	(340) Land and Land Rights	77	
38	(341) Structures and Improvements		
39	(342) Fuel Holders, Products, and Accessories	74,559	
40	(343) Prime Movers		
41	(344) Generators	435,129	
42	(345) Accessory Electric Equipment	65,326	
43	(346) Misc. Power Plant Equipment	9,491	

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC PLANT IN SERVICE (Account 101, 102, 103 and 106) (Continued)

distributions of these tentative classifications in columns (c) and (d), including the reversals of the prior years tentative account distributions of these amounts. Careful observance of the above instructions and the texts of Accounts 101 and 106 will avoid serious omissions of the reported amount of respondent's plant actually in service at end of year.

7. Show in column (f) reclassifications or transfers within utility plant accounts. Include also in column (f) the additions or reductions of primary account classifications arising from distribution of amounts initially recorded in Account 102, include in column (e) the amounts with respect to accumulated provision for depreciation, acquisition adjustments, etc., and show in column (f) only the offset to the debits or credits distributed in column (f) to primary account classifications.

8. For Account 399, state the nature and use of plant included in this account and if substantial in amount submit a supplementary statement showing subaccount classification of such plant conforming to the requirement of these pages.

9. For each amount comprising the reported balance and changes in Account 102, state the property purchased or sold, name of vendor or purchase, and date of transaction. If proposed journal entries have been filed with the Commission as required by the Uniform System of Accounts, give also date

Retirements (d)	Adjustments (e)	Transfers (f)	Balance at End of Year (g)	Line No.
				1
			565	2
			16,582	3
				4
			17,147	5
				6
				7
				8
				9
				10
				11
				12
				13
				14
				15
				16
				17
				18
				19
				20
				21
				22
				23
				24
				25
				26
			63,532	27
			924,449	28
			3,785,511	29
			3,691,410	30
			6,023,927	31
			228,513	32
				33
				34
			14,717,342	35
				36
			77	37
				38
			74,559	39
				40
			435,129	41
			65,326	42
			9,491	43

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC PLANT IN SERVICE (Account 101, 102, 103 and 106) (Continued)

Line No.	Account (a)	Balance Beginning of Year (b)	Additions (c)
44	(347) Asset Retirement Costs for Other Production		
45	TOTAL Other Prod. Plant (Enter Total of lines 37 thru 44)	584,582	
46	TOTAL Prod. Plant (Enter Total of lines 16, 25, 35, and 45)	15,189,892	112,032
47	3. TRANSMISSION PLANT		
48	(350) Land and Land Rights		
49	(352) Structures and Improvements		
50	(353) Station Equipment		
51	(354) Towers and Fixtures		
52	(355) Poles and Fixtures		
53	(356) Overhead Conductors and Devices		
54	(357) Underground Conduit		
55	(358) Underground Conductors and Devices		
56	(359) Roads and Trails		
57	(359.1) Asset Retirement Costs for Transmission Plant		
58	TOTAL Transmission Plant (Enter Total of lines 48 thru 57)		
59	4. DISTRIBUTION PLANT		
60	(360) Land and Land Rights	69,549	5,086
61	(361) Structures and Improvements	51,710	763
62	(362) Station Equipment	6,531,431	79,474
63	(363) Storage Battery Equipment		
64	(364) Poles, Towers, and Fixtures	10,712,112	215,192
65	(365) Overhead Conductors and Devices	8,363,929	470,367
66	(366) Underground Conduit	90,533	
67	(367) Underground Conductors and Devices	11,959,319	355,717
68	(368) Line Transformers	11,477,566	577,750
69	(369) Services	4,861,078	181,938
70	(370) Meters	3,304,307	86,530
71	(371) Installations on Customer Premises	444,677	6,463
72	(372) Leased Property on Customer Premises		
73	(373) Street Lighting and Signal Systems	745,926	7,258
74	(374) Asset Retirement Costs for Distribution Plant		
75	TOTAL Distribution Plant (Enter Total of lines 60 thru 74)	58,612,137	1,986,538
76	5. GENERAL PLANT		
77	(389) Land and Land Rights	36,565	
78	(390) Structures and Improvements	1,439,608	7,929
79	(391) Office Furniture and Equipment	1,403,451	174,638
80	(392) Transportation Equipment	1,208,676	172,880
81	(393) Stores Equipment	80,866	
82	(394) Tools, Shop and Garage Equipment	1,247,724	62,263
83	(395) Laboratory Equipment	124,779	
84	(396) Power Operated Equipment	1,987,777	
85	(397) Communication Equipment	400,815	11,361
86	(398) Miscellaneous Equipment		
87	SUBTOTAL (Enter Total of lines 77 thru 86)	7,930,261	429,071
88	(399) Other Tangible Property		
89	(399.1) Asset Retirement Costs for General Plant		
90	TOTAL General Plant (Enter Total of lines 87, 88 and 89)	7,930,261	429,071
91	TOTAL (Accounts 101 and 106)	81,749,437	2,527,641
92	(102) Electric Plant Purchased (See Instr. 8)		
93	(Less) (102) Electric Plant Sold (See Instr. 8)		
94	(103) Experimental Plant Unclassified		
95	TOTAL Electric Plant in Service (Enter Total of lines 91 thru 94)	81,749,437	2,527,641

ELECTRIC PLANT IN SERVICE (Account 101, 102, 103 and 106) (Continued)

Retirements (d)	Adjustments (e)	Transfers (f)	Balance at End of Year (g)	Line No.
				44
			584,582	45
			15,301,924	46
				47
				48
				49
				50
				51
				52
				53
				54
				55
				56
				57
				58
				59
			74,635	60
			52,473	61
			6,610,905	62
				63
20 565			10,906,739	64
27 734			8,806,562	65
			90,533	66
27 432			12,287,604	67
1 241			12,054,075	68
2 086			5,040,930	69
			3,390,837	70
1 996			449,144	71
				72
5 432			747,752	73
				74
86 486			60,512,189	75
				76
			36,565	77
			1,447,537	78
4 246			1,573,843	79
97 722			1,283,834	80
			80,866	81
2 892			1,307,095	82
			124,779	83
			1,987,777	84
2 986			409,190	85
				86
107 846			8,251,486	87
				88
				89
107 846			8,251,486	90
194 332			84,082,746	91
				92
				93
				94
194 332			84,082,746	95

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

CONSTRUCTION WORK IN PROGRESS - - ELECTRIC (Account 107)

1. Report below descriptions and balances at end of year of projects in process of construction (107)
2. Show items relating to "research, development, and demonstration" projects last, under a caption Research, Development, and Demonstrating (see Account 107 of the Uniform System of Accounts)
3. Minor projects (5% of the Balance End of the Year for Account 107 or \$100,000, whichever is less) may be grouped.

Line No.	Description of Project (a)	Construction work in progress - Electric (Account 107) (b)
1	Minor Projects	125,561
2	Evergreen Substation	691,584
3	Manistique Papers Upgrade	151,932
4	Kewadin Casino-St. Ignace	100,709
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39		
40		
41		
42		
43	TOTAL	1,069,786

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ACCUMULATED PROVISION FOR DEPRECIATION OF ELECTRIC UTILITY PLANT (Account 108)

1. Explain in a footnote any important adjustments during year.
2. Explain in a footnote any difference between the amount for book cost of plant retired, Line 11, column (c), and that reported for electric plant in service, pages 204-207, column 9d), excluding retirements of non-depreciable property.
3. The provisions of Account 108 in the Uniform System of accounts require that retirements of depreciable plant be recorded when such plant is removed from service. If the respondent has a significant amount of plant retired at year end which has not been recorded and/or classified to the various reserve functional classifications, make preliminary closing entries to tentatively functionalize the book cost of the plant retired. In addition, include all costs included in retirement work in progress at year end in the appropriate functional classifications.
4. Show separately interest credits under a sinking fund or similar method of depreciation accounting.

Section A. Balances and Changes During Year

Line No.	Item (a)	Total (c+d+e) (b)	Electric Plant in Service (c)	Electric Plant Held for Future Use (d)	Electric Plant Leased to Others (e)
1	Balance Beginning of Year	40,152,866	40,152,866		
2	Depreciation Provisions for Year. Charged to				
3	(403) Depreciation Expense	2,754,115	2,754,115		
4	(403.1) Depreciation Expense for Asset Retirement Costs				
5	(413) Exp. of Elec. Plt. Leas. to Others				
6	Transportation Expenses-Clearing	120,156	120,156		
7	Other Clearing Accounts				
8	Other Accounts (Specify, details in footnote):				
9					
10	TOTAL Deprec. Prov for Year (Enter Total of lines 3 thru 9)	2,874,271	2,874,271		
11	Net Charges for Plant Retired:				
12	Book Cost of Plant Retired	194,331	194,331		
13	Cost of Removal	62,443	62,443		
14	Salvage (Credit)				
15	TOTAL Net Chrgs. for Plant Ret. (Enter Total of lines 12 thru 14)	256,774	256,774		
16	Other Debit or Cr. Items (Describe, details in footnote):				
17					
18	Book Cost or Asset Retirement Costs Retired				
19	Balance End of Year (Enter Totals of lines 1, 10, 15, 16, and 18)	42,770,363	42,770,363		

Section B. Balances at End of Year According to Functional Classification

20	Steam Production				
21	Nuclear Production				
22	Hydraulic Production-Conventional	8,594,896	8,594,896		
23	Hydraulic Production-Pumped Storage				
24	Other Production	508,937	508,937		
25	Transmission				
26	Distribution	29,117,294	29,117,294		
27	General	4,549,236	4,549,236		
28	TOTAL (Enter Total of lines 20 thru 27)	42,770,363	42,770,363		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

MATERIALS AND SUPPLIES

1. For Account 154, report the amount of plant materials and operating supplies under the primary functional classifications as indicated in column (a); estimates of amounts by function are acceptable. In column (d), designate the department or departments which use the class of material.
2. Give an explanation of important inventory adjustments during the year (in a footnote) showing general classes of material and supplies and the various accounts (operating expenses, clearing accounts, plant, etc.) affected debited or credited. Show separately debit or credits to stores expense clearing, if applicable.

Line No.	Account (a)	Balance Beginning of Year (b)	Balance End of Year (c)	Department or Departments which Use Material (d)
1	Fuel Stock (Account 151)	12,494	41,010	Generation
2	Fuel Stock Expenses Undistributed (Account 152)			
3	Residuals and Extracted Products (Account 153)			
4	Plant Materials and Operating Supplies (Account 154)			
5	Assigned to - Construction (Estimated)	658,026	691,263	
6	Assigned to - Operations and Maintenance			
7	Production Plant (Estimated)			
8	Transmission Plant (Estimated)			
9	Distribution Plant (Estimated)	73,114	76,808	Distribution
10	Assigned to - Other (provide details in footnote)			
11	TOTAL Account 154 (Enter Total of lines 5 thru 10)	731,140	768,071	
12	Merchandise (Account 155)			
13	Other Materials and Supplies (Account 156)			
14	Nuclear Materials Held for Sale (Account 157) (Not applic to Gas Util)			
15	Stores Expense Undistributed (Account 163)	64,303	133,897	
16				
17				
18				
19				
20	TOTAL Materials and Supplies (Per Balance Sheet)	807,937	942,978	

OTHER REGULATORY ASSETS (Account 182.3)

1. Report below the particulars (details) called for concerning other regulatory assets, including rate order docket number, if applicable.
2. Minor items (5% of the Balance in Account 182.3 at end of period, or amounts less than \$50,000 which ever is less), may be grouped by classes.
3. For Regulatory Assets being amortized, show period of amortization.

Line No.	Description and Purpose of Other Regulatory Assets (a)	Balance at Beginning of Current Quarter/Year (b)	Debits (c)	CREDITS		Balance at end of Current Quarter/Year (f)
				Written off During the Quarter/Year Account Charged (d)	Written off During the Period Amount (e)	
1	Adjust Accumulated Deferred Taxes related to plant	154,413		285	108,000	46,413
2	in service for prior flow-through items.					
3						
4	Manistique River EPA Area of Concern	171,600	26,400	925	198,000	
5						
6						
7	Deferred Regulatory Asset-Pension	5,884,000	6,149,000	253	5,884,000	6,149,000
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
41						
42						
43						
44	TOTAL	6,210,013	6,175,400		6,190,000	6,195,413

MISCELLANEOUS DEFFERED DEBITS (Account 186)

1. Report below the particulars (details) called for concerning miscellaneous deferred debits.
2. For any deferred debit being amortized, show period of amortization in column (a)
3. Minor item (1% of the Balance at End of Year for Account 186 or amounts less than \$50,000, whichever is less) may be grouped by classes.

Line No.	Description of Miscellaneous Deferred Debits (a)	Balance at Beginning of Year (b)	Debits (c)	CREDITS		Balance at End of Year (f)
				Account Charged (d)	Amount (e)	
1	Intangible Pension Plan Asset	638,000	608,000	253	638,000	608,000
2						
3	Officer Stock Plan	37,719		926	5,616	32,103
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
41						
42						
43						
44						
45						
46						
47	Misc. Work in Progress	57,770				4,361
48	Deferred Regulatory Comm. Expenses (See pages 350 - 351)					
49	TOTAL	733,489				644,464

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ACCUMULATED DEFERRED INCOME TAXES (Account 190)

1. Report the information called for below concerning the respondent's accounting for deferred income taxes.
2. At Other (Specify), include deferrals relating to other income and deductions.

Line No.	Description and Location (a)	Balance of Beginning of Year (b)	Balance at End of Year (c)
1	Electric		
2	CIAC	1,320,757	1,348,897
3	Bad Debt Reserve	11,200	11,200
4	Benefit Plans	-126,353	56,862
5	SFAS 109	44,103	8,103
6			
7	Other		
8	TOTAL Electric (Enter Total of lines 2 thru 7)	1,249,707	1,425,062
9	Gas		
10			
11			
12			
13			
14			
15	Other		
16	TOTAL Gas (Enter Total of lines 10 thru 15)		
17	Deferred Comp - Earnings	235,462	272,048
18	TOTAL (Acct 190) (Total of lines 8, 16 and 17)	1,485,169	1,697,110

Notes

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

CAPITAL STOCKS (Account 201 and 204)

1. Report below the particulars (details) called for concerning common and preferred stock at end of year, distinguishing separate series of any general class. Show separate totals for common and preferred stock. If information to meet the stock exchange reporting requirement outlined in column (a) is available from the SEC 10-K Report Form filing, a specific reference to report form (i.e., year and company title) may be reported in column (a) provided the fiscal years for both the 10-K report and this report are compatible.
2. Entries in column (b) should represent the number of shares authorized by the articles of incorporation as amended to end of year.

Line No.	Class and Series of Stock and Name of Stock Series (a)	Number of shares Authorized by Charter (b)	Par or Stated Value per share (c)	Call Price at End of Year (d)
1	Common Stock (Held by Parent)	3,000,000	1.00	
2				
3				
4	Total_Com	3,000,000		
5				
6				
7	Cumulative Preferred	160,000	25.00	
8				
9				
10	Total_Pre	160,000		
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				

CAPITAL STOCKS (Account 201 and 204) (Continued)

3. Give particulars (details) concerning shares of any class and series of stock authorized to be issued by a regulatory commission which have not yet been issued.
4. The identification of each class of preferred stock should show the dividend rate and whether the dividends are cumulative or non-cumulative.
5. State in a footnote if any capital stock which has been nominally issued is nominally outstanding at end of year. Give particulars (details) in column (a) of any nominally issued capital stock, reacquired stock, or stock in sinking and other funds which is pledged, stating name of pledgee and purposes of pledge.

OUTSTANDING PER BALANCE SHEET (Total amount outstanding without reduction for amounts held by respondent)		HELD BY RESPONDENT				Line No.
Shares (e)	Amount (f)	AS REACQUIRED STOCK (Account 217)		IN SINKING AND OTHER FUNDS		
		Shares (g)	Cost (h)	Shares (i)	Amount (j)	
702,629	702,629	28,700	444,850			1
						2
						3
702,629	702,629	28,700	444,850			4
						5
						6
						7
						8
						9
						10
						11
						12
						13
						14
						15
						16
						17
						18
						19
						20
						21
						22
						23
						24
						25
						26
						27
						28
						29
						30
						31
						32
						33
						34
						35
						36
						37
						38
						39
						40
						41
						42

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

OTHER PAID-IN CAPITAL (Accounts 208-211, inc.)

Report below the balance at the end of the year and the information specified below for the respective other paid-in capital accounts. Provide a subheading for each account and show a total for the account, as well as total of all accounts for reconciliation with balance sheet, Page 112. Add more columns for any account if deemed necessary. Explain changes made in any account during the year and give the accounting entries effecting such change.

- (a) Donations Received from Stockholders (Account 208)-State amount and give brief explanation of the origin and purpose of each donation.
(b) Reduction in Par or Stated value of Capital Stock (Account 209): State amount and give brief explanation of the capital change which gave rise to amounts reported under this caption including identification with the class and series of stock to which related.
(c) Gain on Resale or Cancellation of Reacquired Capital Stock (Account 210): Report balance at beginning of year, credits, debits, and balance at end of year with a designation of the nature of each credit and debit identified by the class and series of stock to which related.
(d) Miscellaneous Paid-in Capital (Account 211)-Classify amounts included in this account according to captions which, together with brief explanations, disclose the general nature of the transactions which gave rise to the reported amounts.

Line No.	Item (a)	Amount (b)
1	Account 209 - Reduction in Par Value of Capital Stock	
2	Shareholders at the May 5, 1987 annual meeting amended the Restated Ar	
3	Incorporation to increase the number of authorized common shares of co	
4	from 800,000 shares to 3,000,000 shares and decreased the par value fr	
5	to \$1 per share (668,005 shares @ 4.00). Account 209	2,672,020
6		
7	Account 211 - Miscellaneous Paid-In-Capital	
8	Amount received by ESELCO as its share of the final cash balance of it	
9	holding company (American States Utilities Corp.) which was dissolved	1,956
10		
11	Amount received from Baltimore Natl. Bank covering the final settlemen	
12	the American States Utilities Corp. Plan for dissolution-Civil Action	
13	of the U.S. District Court for the District of Nebraska, passed March	6,432
14		
15	Cancellation of 789.4 shares of ESELCO common stock which represented	
16	stock held by the Baltimore Natl. Bank since the time of dissolution i	3,947
17		
18	Amount transferred from Earned Surplus to Capital Surplus in accordanc	
19	MPSC Order No. D-500-55-2 covering an amount equal to \$4.10 per share	
20	20,593 shares of common stock issued in payment of a 10% stock dividen	
21	on December 6, 1955, paid on 1-25-56.	84,432
22		
23	Amount transferred from Retained Earnings in connection with the 5% st	
24	declared 03-02-81 and issued 07-15-81 as approved by the MPSC in Case	
25	shares issued @ \$9.25. \$5.00 Common Stock and \$4.25 miscellaneous pa	90,487
26		
27	Amount transferred from Retained Earnings in connection with the 5% st	
28	declared 03-10-83 and issued 07-15-83 as approved by the MPSC in Case	
29	shares issued @ \$12.25. \$5.00 Common Stock and \$7.25 miscellaneous p	179,270
30		
31	Amount transferred from Retained Earnings in connection with the 5% st	
32	declared 03-15-84 and issued 07-15-84 as approved by the MPSC in Case	
33	shares issued @ \$13.25. \$5.00 Common Stock and \$8.25 miscellaneous pa	221,810
34		
35	Amount transferred from Retained Earnings in connection with the 5% st	
36	declared 03-14-85 and issued 07-15-85 as approved by the MPSC in Case	
37	shares issued @ \$15.00. \$5.00 Common Stock and \$10.00 miscellaneous p	285,440
38		
39	SUBTOTAL	3,545,794
40	TOTAL	8,777,879

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

OTHER PAID-IN CAPITAL (Accounts 208-211, inc.)

Report below the balance at the end of the year and the information specified below for the respective other paid-in capital accounts. Provide a subheading for each account and show a total for the account, as well as total of all accounts for reconciliation with balance sheet, Page 112. Add more columns for any account if deemed necessary. Explain changes made in any account during the year and give the accounting entries effecting such change.

- (a) Donations Received from Stockholders (Account 208)-State amount and give brief explanation of the origin and purpose of each donation.
- (b) Reduction in Par or Stated value of Capital Stock (Account 209): State amount and give brief explanation of the capital change which gave rise to amounts reported under this caption including identification with the class and series of stock to which related.
- (c) Gain on Resale or Cancellation of Reacquired Capital Stock (Account 210): Report balance at beginning of year, credits, debits, and balance at end of year with a designation of the nature of each credit and debit identified by the class and series of stock to which related.
- (d) Miscellaneous Paid-in Capital (Account 211)-Classify amounts included in this account according to captions which, together with brief explanations, disclose the general nature of the transactions which gave rise to the reported amounts.

Line No.	Item (a)	Amount (b)
1	Account 211 - Miscellaneous Paid-In Capital (continued)	
2		
3	Amount transferred from Retained Earnings in connection with the 5% st	
4	declared 03-13-86 and issued 07-15-86 as approved by the MPSC in Case	
5	shares issued @ \$21.75. \$5.00 Common Stock and \$16.75 miscellaneous p	502,868
6		
7	Amount transferred from Retained Earnings in connection with the 3% st	
8	declared 03-03-88 and issued 07-15-88 as approved by the MPSC in Case	
9	shares issued @ \$22.75. \$1.00 Common Stock and \$21.75 miscellaneous p	410,532
10		
11	Paid in capital recieved from Parent, ESELCO. INC., during 1989	857,515
12	Paid in capital received from Parent, ESELCO. INC., during 1990	416,309
13	Paid in capital received from Parent, ESELCO. INC., during 1993	1,580,000
14	Paid in capital received from Parent, ESELCO. INC., during 1994	517,605
15	Issuance of Restricted Stock from Parent, ESELCO. INC., during 1996	878,220
16	Federal and State taxes on N.Q. Stock Options 2003 & 2004	31,634
17	Federal Taxes on N.Q. Stock Options 2005	37,402
18	Subtotal	5,232,085
19		
20		
21		
22		
23	Account 209 \$2,672,020	
24	Account 211 6,105,859	
25		
26	\$8,777,879	
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39		
40	TOTAL	8,777,879

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

LONG-TERM DEBT (Account 221, 222, 223 and 224)

1. Report by balance sheet account the particulars (details) concerning long-term debt included in Accounts 221, Bonds, 222, Reacquired Bonds, 223, Advances from Associated Companies, and 224, Other long-Term Debt.
2. In column (a), for new issues, give Commission authorization numbers and dates.
3. For bonds assumed by the respondent, include in column (a) the name of the issuing company as well as a description of the bonds.
4. For advances from Associated Companies, report separately advances on notes and advances on open accounts. Designate demand notes as such. Include in column (a) names of associated companies from which advances were received.
5. For receivers, certificates, show in column (a) the name of the court -and date of court order under which such certificates were issued.
6. In column (b) show the principal amount of bonds or other long-term debt originally issued.
7. In column (c) show the expense, premium or discount with respect to the amount of bonds or other long-term debt originally issued.
8. For column (c) the total expenses should be listed first for each issuance, then the amount of premium (in parentheses) or discount. Indicate the premium or discount with a notation, such as (P) or (D). The expenses, premium or discount should not be netted.
9. Furnish in a footnote particulars (details) regarding the treatment of unamortized debt expense, premium or discount associated with issues redeemed during the year. Also, give in a footnote the date of the Commission's authorization of treatment other than as specified by the Uniform System of Accounts.

Line No.	Class and Series of Obligation. Coupon Rate (For new issue, give commission Authorization numbers and dates) (a)	Principal Amount Of Debt issued (b)	Total expense. Premium or Discount (c)
1	Account 221 - Long-Term Debt		
2			
3	Energy Thrift Notes 7.2% - 8.0%	10,000,000	
4			
5			
6	Account 223 - Long-Term Debt		
7			
8	Wisconsin Energy Corporation 6.886%	20,000,000	
9			
10			
11			
12			
13			
14			
15			
16			
17	Subtotal	30,000,000	
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33	TOTAL	30,000,000	

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

LONG-TERM DEBT (Account 221, 222, 223 and 224) (Continued)

10. Identify separate undisposed amounts applicable to issues which were redeemed in prior years.
11. Explain any debits and credits other than debited to Account 428, Amortization and Expense, or credited to Account 429, Premium on Debt - Credit.
12. In a footnote, give explanatory (details) for Accounts 223 and 224 of net changes during the year. With respect to long-term advances, show for each company: (a) principal advanced during year, (b) interest added to principal amount, and (c) principle repaid during year. Give Commission authorization numbers and dates.
13. If the respondent has pledged any of its long-term debt securities give particulars (details) in a footnote including name of pledgee and purpose of the pledge.
14. If the respondent has any long-term debt securities which have been nominally issued and are nominally outstanding at end of year, describe such securities in a footnote.
15. If interest expense was incurred during the year on any obligations retired or reacquired before end of year, include such interest expense in column (i). Explain in a footnote any difference between the total of column (i) and the total of Account 427, interest on Long-Term Debt and Account 430, Interest on Debt to Associated Companies.
16. Give particulars (details) concerning any long-term debt authorized by a regulatory commission but not yet issued.

Nominal Date of Issue (d)	Date of Maturity (e)	AMORTIZATION PERIOD		Outstanding (Total amount outstanding without reduction for amounts held by respondent) (h)	Interest for Year Amount (i)	Line No.
		Date From (f)	Date To (g)			
						1
						2
010186	123108			775,000	114,057	3
						4
						5
						6
						7
06/01/02	05/31/12			13,500,000	955,432	8
						9
						10
						11
						12
						13
						14
						15
						16
				14,275,000	1,069,489	17
						18
						19
						20
						21
						22
						23
						24
						25
						26
						27
						28
						29
						30
						31
						32
				14,275,000	1,069,489	33

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES

1. Report the reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals and show computation of such tax accruals. Include in the reconciliation, as far as practicable, the same detail as furnished on Schedule M-1 of the tax return for the year. Submit a reconciliation even though there is no taxable income for the year. Indicate clearly the nature of each reconciling amount.
2. If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating, however, intercompany amounts to be eliminated in such a consolidated return. State names of group member, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.
3. A substitute page, designed to meet a particular need of a company, may be used as long as the data is consistent and meets the requirements of the above instructions. For electronic reporting purposes complete Line 27 and provide the substitute Page in the context of a footnote.

Line No.	Particulars (Details) (a)	Amount (b)
1	Net Income for the Year (Page 117)	4,918,906
2		
3		
4	Taxable Income Not Reported on Books	
5	Contributions in Aid of Construction	80,400
6		
7		
8		
9	Deductions Recorded on Books Not Deducted for Return	
10	Net Federal Income Tax Expense	2,377,470
11	EPA Writeoffs	237,600
12	Michigan Single Business Tax Adjustments/WI Franchise Tax	25,400
13	Net Employee Benefits and Deferred Compensation/Misc Deferred Exp	628,009
14	Income Recorded on Books Not Included in Return	
15		
16		
17		
18		
19	Deductions on Return Not Charged Against Book Income	
20	Depreciation	-295,582
21	Business Meals and Life Insurance Expense	-16,500
22	ATC Investments	-583,132
23	Property Tax Adjustment	-287,176
24		
25		
26		
27	Federal Tax Net Income	7,085,395
28	Show Computation of Tax:	
29	Federal Income Tax Expense \$ 7,085,395@35%	2,479,888
30	Section 199 Credit	-70,000
31	Rounding	-29
32	Total Federal Income Tax Expense	2,409,859
33		
34		
35		
36		
37		
38		
39		
40		
41		
42		
43		
44		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

TAXES ACCRUED, PREPAID AND CHARGED DURING YEAR

1. Give particulars (details) of the combined prepaid and accrued tax accounts and show the total taxes charged to operations and other accounts during the year. Do not include gasoline and other sales taxes which have been charged to the accounts to which the taxed material was charged. If the actual, or estimated amounts of such taxes are known, show the amounts in a footnote and designate whether estimated or actual amounts.
2. Include on this page, taxes paid during the year and charged direct to final accounts, (not charged to prepaid or accrued taxes.) Enter the amounts in both columns (d) and (e). The balancing of this page is not affected by the inclusion of these taxes.
3. Include in column (d) taxes charged during the year, taxes charged to operations and other accounts through (a) accruals credited to taxes accrued, (b) amounts credited to proportions of prepaid taxes chargeable to current year, and (c) taxes paid and charged direct to operations or accounts other than accrued and prepaid tax accounts.
4. List the aggregate of each kind of tax in such manner that the total tax for each State and subdivision can readily be ascertained.

Line No.	Kind of Tax (See instruction 5) (a)	BALANCE AT BEGINNING OF YEAR		Taxes Charged During Year (d)	Taxes Paid During Year (e)	Adjustments (f)
		Taxes Accrued (Account 236) (b)	Prepaid Taxes (Include in Account 165) (c)			
1	FEDERAL					
2	2001	3,000				-3,000
3	2002	3,000				
4	2003	3,000				
5	2004	-147,804		-146,051	-293,858	2,997
6	2005			2,409,859	1,500,000	-36,779
7	SUBTOTAL	-138,804		2,263,808	1,206,142	-36,782
8						
9	FICA			343,816	343,816	
10	UNEMPLOYMENT	73		4,196	4,133	
11	SUBTOTAL	73		348,012	347,949	
12						
13	STATE OF MICHIGAN					
14	2004	-21,435		1,317	30,000	50,118
15	2005			229,900	220,000	-49,882
16	SUBTOTAL	-21,435		231,217	250,000	236
17						
18	UNEMPLOYMENT	25		2,410	2,359	
19	SUBTOTAL	25		2,410	2,359	
20						
21	LOCAL					
22	2004	545,222			545,222	
23	2005			1,504,780	938,874	60,769
24						
25	SUBTOTAL	545,222		1,504,780	1,484,096	60,769
26						
27	STATE OF WISCONSIN					
28	Income Tax					
29	2004	-51,231		-740		51,971
30	2005			104,800	90,000	-52,827
31	SUBTOTAL	-51,231		104,060	90,000	-856
32						
33						
34	STATE OF MINNESOTA					
35	Income Tax					
36	2004	-5,000		97		4,903
37	2005					-4,903
38	SUBTOTAL	-5,000		97		
39						
40						
41	TOTAL	328,850		4,454,384	3,380,546	23,367

TAXES ACCRUED, PREPAID AND CHARGED DURING YEAR (Continued)

5. If any tax (exclude Federal and State income taxes)- covers more than one year, show the required information separately for each tax year, identifying the year in column (a).
6. Enter all adjustments of the accrued and prepaid tax accounts in column (f) and explain each adjustment in a foot-note. Designate debit adjustments by parentheses.
7. Do not include on this page entries with respect to deferred income taxes or taxes collected through payroll deductions or otherwise pending transmittal of such taxes to the taxing authority.
8. Report in columns (i) through (l) how the taxes were distributed. Report in column (i) only the amounts charged to Accounts 408.1 and 409.1 pertaining to electric operations. Report in column (l) the amounts charged to Accounts 408.1 and 109.1 pertaining to other utility departments and amounts charged to Accounts 408.2 and 409.2. Also shown in column (l) the taxes charged to utility plant or other balance sheet accounts.
9. For any tax apportioned to more than one utility department or account, state in a footnote the basis (necessity) of apportioning such tax.

BALANCE AT END OF YEAR		DISTRIBUTION OF TAXES CHARGED				Line No.
(Taxes accrued Account 236) (g)	Prepaid Taxes (Incl. in Account 165) (h)	Electric (Account 408.1, 409.1) (i)	Extraordinary Items (Account 409.3) (j)	Adjustments to Ret. Earnings (Account 439) (k)	Other (l)	
						1
						2
3,000						3
3,000						4
3,000		-146,051				5
873,080		1,168,369			1,241,490	6
882,080		1,022,318			1,241,490	7
						8
					343,816	9
137					4,196	10
137					348,012	11
						12
						13
		1,317				14
-39,982		242,500			-12,600	15
-39,982		243,817			-12,600	16
						17
76					2,410	18
76					2,410	19
						20
						21
						22
626,675		1,504,780				23
						24
626,675		1,504,780				25
						26
						27
						28
		-740				29
-38,027		104,800				30
-38,027		104,060				31
						32
						33
						34
						35
		97				36
-4,903						37
-4,903		97				38
						39
						40
1,426,056		2,875,072			1,579,312	41

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

ACCUMULATED DEFERRED INVESTMENT TAX CREDITS (Account 255)

Report below information applicable to Account 255. Where appropriate, segregate the balances and transactions by utility and nonutility operations. Explain by footnote any correction adjustments to the account balance shown in column (g). Include in column (i) the average period over which the tax credits are amortized.

Line No.	Account Subdivisions (a)	Balance at Beginning of Year (b)	Deferred for Year		Allocations to Current Year's Income		Adjustments (g)
			Account No. (c)	Amount (d)	Account No. (e)	Amount (f)	
1	Electric Utility						
2	3%	53			411.4	5	
3	4%						
4	7%						
5	10%	240,866			411.4	37,682	
6							
7		108,306			411.5	24,671	
8	TOTAL	349,225				62,358	
9	Other (List separately and show 3%, 4%, 7%, 10% and TOTAL)						
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30							
31							
32							
33							
34							
35							
36							
37							
38							
39							
40							
41							
42							
43							
44							
45							
46							
47							
48							

ACCUMULATED DEFERRED INVESTMENT TAX CREDITS (Account 255) (continued)

Balance at End of Year (h)	Average Period of Allocation to Income (i)	ADJUSTMENT EXPLANATION	Line No.
			1
48			2
			3
			4
203,184			5
			6
83,635			7
286,867			8
			9
			10
			11
			12
			13
			14
			15
			16
			17
			18
			19
			20
			21
			22
			23
			24
			25
			26
			27
			28
			29
			30
			31
			32
			33
			34
			35
			36
			37
			38
			39
			40
			41
			42
			43
			44
			45
			46
			47
			48

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

OTHER DEFERRED CREDITS (Account 253)

- Report below the particulars (details) called for concerning other deferred credits.
- For any deferred credit being amortized, show the period of amortization.
- Minor items (5% of the Balance End of Year for Account 253 or amounts less than \$10,000, whichever is greater) may be grouped by classes.

Line No.	Description and Other Deferred Credits (a)	Balance at Beginning of Year (b)	DEBITS		Credits (e)	Balance at End of Year (f)
			Contra Account (c)	Amount (d)		
1	Directors Deferred Comp.					
2	Fees	181,729	131	19,387		162,342
3	Earnings	672,751	131	41,211	145,751	777,291
4	Policy Loans	313,241	131		20,886	334,127
5						
6	Accrued Pension Cost	4,221,739	131	9,309,600	10,319,922	5,232,061
7	Accrued Pension - Non Qual.		131	89,230	164,848	75,618
8						
9	Accrued OPEB Liability	1,690,919	131	218,458	288,000	1,760,461
10						
11	Accrued SERP Liability	475,289	131	518,289	43,000	
12						
13	Current PSCR Refunds	893,753	131	5,916,512	987,487	-4,035,272
14	Current PSCR Interest	6,587	131	76,617	42,313	-27,717
15	Prior PSCR Refunds-Net	-323,599	131	581,670	905,460	191
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
41						
42						
43						
44						
45						
46						
47	TOTAL	8,132,409		16,770,974	12,917,667	4,279,102

Name of Respondent Edison Saul Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
--	---	--	---

ACCUMULATED DEFERRED INCOME TAXES - OTHER PROPERTY (Account 282)

1. Report the information called for below concerning the respondent's accounting for deferred income taxes relating to property not subject to accelerated amortization
2. For other (Specify), include deferrals relating to other income and deductions.

Line No.	Account (a)	Balance at Beginning of Year (b)	CHANGES DURING YEAR	
			Amounts Debited to Account 410.1 (c)	Amounts Credited to Account 411.1 (d)
1	Account 282			
2	Electric	156,354	18,016	42,524
3	Gas			
4	ATC Property	167,238		
5	TOTAL (Enter Total of lines 2 thru 4)	323,592	18,016	42,524
6				
7				
8				
9	TOTAL Account 282 (Enter Total of lines 5 thru 8)	323,592	18,016	42,524
10	Classification of TOTAL			
11	Federal Income Tax	323,592	18,016	42,524
12	State Income Tax			
13	Local Income Tax			

NOTES

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

ACCUMULATED DEFERRED INCOME TAXES - OTHER PROPERTY (Account 282) (Continued)

3. Use footnotes as required.

CHANGES DURING YEAR		ADJUSTMENTS				Balance at End of Year (k)	Line No.
Amounts Debited to Account 410.2 (e)	Amounts Credited to Account 411.2 (f)	Debits		Credits			
		Account Credited (g)	Amount (h)	Account Debited (i)	Amount (j)		
							1
						131,846	2
							3
	335					166,903	4
	335					298,749	5
							6
							7
							8
	335					298,749	9
							10
	335					298,749	11
							12
							13

NOTES (Continued)

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ACCUMULATED DEFERRED INCOME TAXES - OTHER (Account 283)

1. Report the information called for below concerning the respondent's accounting for deferred income taxes relating to amounts recorded in Account 283.
2. For other (Specify), include deferrals relating to other income and deductions.

Line No.	Account (a)	Balance at Beginning of Year (b)	CHANGES DURING YEAR	
			Amounts Debited to Account 410.1 (c)	Amounts Credited to Account 411.1 (d)
1	Account 283			
2	Electric			
3	Property Taxes	244,265	354,103	248,928
4	ACRS	6,393,083	237,393	80,754
5	EPA Costs	60,060		83,160
6	Prior Plant in Service Flow Th	154,413		
7	ATC Property	4,565,890	66,983	
8	Pension Adjustment			
9	TOTAL Electric (Total of lines 3 thru 8)	11,417,711	658,479	412,842
10	Gas			
11				
12				
13				
14				
15				
16				
17	TOTAL Gas (Total of lines 11 thru 16)			
18				
19	TOTAL (Acct 283) (Enter Total of lines 9, 17 and 18)	11,417,711	658,479	412,842
20	Classification of TOTAL			
21	Federal Income Tax	11,417,711	658,479	412,842
22	State Income Tax			
23	Local Income Tax			

NOTES

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ACCUMULATED DEFERRED INCOME TAXES - OTHER (Account 283) (Continued)

3. Provide in the space below explanations for Page 276 and 277. Include amounts relating to insignificant items listed under Other.
4. Use footnotes as required.

CHANGES DURING YEAR		ADJUSTMENTS				Balance at End of Year (k)	Line No.
Amounts Debited to Account 410.2 (e)	Amounts Credited to Account 411.2 (f)	Debits		Credits			
		Account Credited (g)	Amount (h)	Account Debited (i)	Amount (j)		
							1
							2
						349,440	3
						6,549,722	4
						-23,100	5
		192	108,000			46,413	6
204,096	929					4,836,040	7
							8
204,096	929		108,000			11,758,515	9
							10
							11
							12
							13
							14
							15
							16
							17
							18
204,096	929		108,000			11,758,515	19
							20
204,096	929		108,000			11,758,515	21
							22
							23

NOTES (Continued)

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

OTHER REGULATORY LIABILITIES (Account 254)

1. Report below the particulars (details) called for concerning other regulatory liabilities, including rate order docket number, if applicable.
2. Minor items (5% of the Balance in Account 254 at end of period, or amounts less than \$50,000 which ever is less), may be grouped by classes.
3. For Regulatory Liabilities being amortized, show period of amortization.

Line No.	Description and Purpose of Other Regulatory Liabilities (a)	Balance at Beginning of Current Quarter/Year (b)	DEBITS		Credits (e)	Balance at End of Current Quarter/Year (f)
			Account Credited (c)	Amount (d)		
1	Rate Adjustment on Accum. Deferred Taxes on the	13,231	191	10,500		2,431
2	Balance Sheet at rates other than 35%					
3						
4	Deferred Taxes on Unamortized ITC	30,872	191	25,200		5,672
5						
6	EPA Cleanup				66,000	66,000
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
41	TOTAL	44,103		36,000	66,000	74,103

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC OPERATING REVENUES (Account 400)

- The following instructions generally apply to the annual version of these pages. Do not report quarterly data in columns (c), (e), (f), and (g). Unbilled revenues and MWH related to unbilled revenues need not be reported separately as required in the annual version of these pages.
- Report below operating revenues for each prescribed account, and manufactured gas revenues in total.
- Report number of customers, columns (f) and (g), on the basis of meters, in addition to the number of flat rate accounts: except that where separate meter readings are added for billing purposes, one customer should be counted for each group of meters added. The -average number of customers means the average of twelve figures at the close of each month.
- If increases or decreases from previous period (columns (c),(e), and (g)), are not derived from previously reported figures explain any inconsistencies in a footnote.

Line No.	Title of Account (a)	Operating Revenues Year to Date Quarterly:Annual (b)	Operating Revenues Previous year (no Quarterly) (c)
1	Sales of Electricity		
2	(440) Residential Sales	12,090,133	10,587,499
3	(442) Commercial and Industrial Sales		
4	Small (or Comm.) (See Instr. 4)	18,545,112	16,129,282
5	Large (or Ind.) (See Instr. 4)	9,704,635	8,476,802
6	(444) Public Street and Highway Lighting	284,653	264,368
7	(445) Other Sales to Public Authorities	505,368	491,843
8	(446) Sales to Railroads and Railways		
9	(448) Interdepartmental Sales		
10	TOTAL Sales to Ultimate Consumers	41,129,901	35,949,794
11	(447) Sales for Resale	8,799,957	7,417,589
12	TOTAL Sales of Electricity	49,929,858	43,367,383
13	(Less) (449.1) Provision for Rate Refunds		
14	TOTAL Revenues Net of Prov. for Refunds	49,929,858	43,367,383
15	Other Operating Revenues		
16	(450) Forfeited Discounts	121,385	115,970
17	(451) Miscellaneous Service Revenues	15,493	20,441
18	(453) Sales of Water and Water Power		
19	(454) Rent from Electric Property	83,756	92,645
20	(455) Interdepartmental Rents		
21	(456) Other Electric Revenues		
22			
23			
24			
25			
26	TOTAL Other Operating Revenues	220,634	229,056
27	TOTAL Electric Operating Revenues	50,150,492	43,596,439

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC OPERATING REVENUES (Account 400)

5. Commercial and industrial Sales, Account 442, may be classified according to the basis of classification (Small or Commercial, and Large or Industrial) regularly used by the respondent if such basis of classification is not generally greater than 1000 Kw of demand. (See Account 442 of the Uniform System of Accounts. Explain basis of classification in a footnote.)
6. See pages 108-109, Important Changes During Period, for important new territory added and important rate increase or decreases.
7. For Lines 2, 4, 5, and 6, see Page 304 for amounts relating to unbilled revenue by accounts.
8. Include unmetered sales. Provide details of such Sales in a footnote.

MEGAWATT HOURS SOLD		AVG. NO. CUSTOMERS PER MONTH		Line No.
Year to Date Quarterly/Annual (d)	Amount Previous year (no Quarterly) (e)	Current Year (no Quarterly) (f)	Previous Year (no Quarterly) (g)	
				1
173,052	168,632	18,933	18,676	2
				3
248,739	243,378	3,643	3,583	4
197,770	208,895	4	5	5
2,448	2,436	38	38	6
50,491	49,708	3	3	7
				8
				9
672,500	673,049	22,621	22,305	10
197,887	200,265	2	2	11
870,387	873,314	22,623	22,307	12
				13
870,387	873,314	22,623	22,307	14

Line 12, column (b) includes \$ 97,624 of unbilled revenues.
Line 12, column (d) includes 1,379 MWH relating to unbilled revenues

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

SALES OF ELECTRICITY BY RATE SCHEDULES

- Report below for each rate schedule in effect during the year the MWh of electricity sold, revenue, average number of customer, average Kwh per customer, and average revenue per Kwh, excluding date for Sales for Resale which is reported on Pages 310-311.
- Provide a subheading and total for each prescribed operating revenue account in the sequence followed in "Electric Operating Revenues," Page 300-301. If the sales under any rate schedule are classified in more than one revenue account. List the rate schedule and sales data under each applicable revenue account subheading.
- Where the same customers are served under more than one rate schedule in the same revenue account classification (such as a general residential schedule and an off peak water heating schedule), the entries in column (d) for the special schedule should denote the duplication in number of reported customers.
- The average number of customers should be the number of bills rendered during the year divided by the number of billing periods during the year (12 if all billings are made monthly).
- For any rate schedule having a fuel adjustment clause state in a footnote the estimated additional revenue billed pursuant thereto.
- Report amount of unbilled revenue as of end of year for each applicable revenue account subheading.

Line No.	Number and Title of Rate schedule (a)	MWh Sold (b)	Revenue (c)	Average Number of Customers (d)	KWh of Sales Per Customer (e)	Revenue Per KWh Sold (f)
1	440 Residential					
2	R-1 - Residential	171,098	11,889,230	18,933	9,037	0.0695
3	O/L - Protective Lights	1,295	158,449			0.1224
4	Total	172,393	12,047,679	18,933	9,105	0.0699
5						
6	442 Commercial & Industrial					
7	G-1 - General Service	110,206	9,003,418	3,553	31,018	0.0817
8	L/G - Large General	130,751	8,987,410	90	1,452,789	0.0687
9	H/A - Heating & Air Conditionig	7,061	499,114			0.0707
10	Industrial	197,771	9,704,635	4	49,442,750	0.3491
11						
12						
13						
14	Total	445,789	28,194,577	3,647	122,234	0.0632
15						
16	444 Street Lighting	2,448	284,653	38	64,421	0.1163
17	Total	2,448	284,653	38	64,421	0.1163
18						
19	445 Other Public Authorities					
20	Cloverland Electric Coop	47,770	396,909	1	47,770,000	0.0083
21	Other Public Authorities	2,721	108,459	3	907,000	0.0399
22	Total	50,491	505,368	4	12,622,750	0.0100
23						
24						
25	Unbilled Revenue					
26	R-1 - Residential	657	42,455			0.0646
27	G-1 - General Service	722	55,169			0.0764
28	Total	1,379	97,624			0.0708
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
41	TOTAL Billed	671,121	41,032,277	22,622	29,667	0.0611
42	Total Unbilled Rev.(See Instr. 6)	1,379	97,624	3	0	0.0708
43	TOTAL	672,500	41,129,901	22,622	29,728	0.0612

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

SALES FOR RESALE (Account 447)

- Report all sales for resale (i.e., sales to purchasers other than ultimate consumers) transacted on a settlement basis other than power exchanges during the year. Do not report exchanges of electricity (i.e., transactions involving a balancing of debits and credits for energy, capacity, etc.) and any settlements for imbalanced exchanges on this schedule. Power exchanges must be reported on the Purchased Power schedule (Page 326-327).
- Enter the name of the purchaser in column (a). Do not abbreviate or truncate the name or use acronyms. Explain in a footnote any ownership interest or affiliation the respondent has with the purchaser.
- In column (b), enter a Statistical Classification Code based on the original contractual terms and conditions of the service as follows:
 RQ - for requirements service. Requirements service is service which the supplier plans to provide on an ongoing basis (i.e., the supplier includes projected load for this service in its system resource planning). In addition, the reliability of requirements service must be the same as, or second only to, the supplier's service to its own ultimate consumers.
 LF - for long-term service. "Long-term" means five years or Longer and "firm" means that service cannot be interrupted for economic reasons and is intended to remain reliable even under adverse conditions (e.g., the supplier must attempt to buy emergency energy from third parties to maintain deliveries of LF service). This category should not be used for Long-term firm service which meets the definition of RQ service. For all transactions identified as LF, provide in a footnote the termination date of the contract defined as the earliest date that either buyer or setter can unilaterally get out of the contract.
 IF - for intermediate-term firm service. The same as LF service except that "intermediate-term" means longer than one year but Less than five years.
 SF - for short-term firm service. Use this category for all firm services where the duration of each period of commitment for service is one year or less.
 LU - for Long-term service from a designated generating unit. "Long-term" means five years or Longer. The availability and reliability of service, aside from transmission constraints, must match the availability and reliability of designated unit.
 IU - for intermediate-term service from a designated generating unit. The same as LU service except that "intermediate-term" means Longer than one year but Less than five years.

Line No.	Name of Company or Public Authority (Footnote Affiliations) (a)	Statistical Classification (b)	FERC Rate Schedule or Tariff Number (c)	Average Monthly Billing Demand (MW) (d)	Actual Demand (MW)	
					Average Monthly NCP Demand (e)	Average Monthly CP Demand (f)
1	Cloverland Electric Coop	RQ	FERC 10			
2	Cloverland Electric Coop	RQ	FERC 15	15.4		
3						
4						
5						
6	Cloverland Electric Coop	OS	FERC 15			
7	Wisconsin Electric Power	OS	FERC 96			
8						
9	*1-g Alloc. of Edison Hydro Generation					
10	*2-j Transmission, Ancillary, and Losses					
11						
12						
13						
14						
	Subtotal RQ			0	0	0
	Subtotal non-RQ			0	0	0
	Total			0	0	0

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

SALES FOR RESALE (Account 447) (Continued)

OS - for other service. use this category only for those services which cannot be placed in the above-defined categories, such as all non-firm service regardless of the Length of the contract and service from designated units of Less than one year. Describe the nature of the service in a footnote.

AD - for Out-of-period adjustment. Use this code for any accounting adjustments or "true-ups" for service provided in prior reporting years. Provide an explanation in a footnote for each adjustment.

4. Group requirements RQ sales together and report them starting at line number one. After listing all RQ sales, enter "Subtotal - RQ" in column (a). The remaining sales may then be listed in any order. Enter "Subtotal-Non-RQ" in column (a) after this Listing. Enter "Total" in column (a) as the Last Line of the schedule. Report subtotals and total for columns (9) through (k)

5. In Column (c), identify the FERC Rate Schedule or Tariff Number. On separate Lines, List all FERC rate schedules or tariffs under which service, as identified in column (b), is provided.

6. For requirements RQ sales and any type of-service involving demand charges imposed on a monthly (or Longer) basis, enter the average monthly billing demand in column (d), the average monthly non-coincident peak (NCP) demand in column (e), and the average monthly coincident peak (CP)

demand in column (f). For all other types of service, enter NA in columns (d), (e) and (f). Monthly NCP demand is the maximum metered hourly (60-minute integration) demand in a month. Monthly CP demand is the metered demand during the hour (60-minute integration) in which the supplier's system reaches its monthly peak. Demand reported in columns (e) and (f) must be in megawatts. Footnote any demand not stated on a megawatt basis and explain.

7. Report in column (g) the megawatt hours shown on bills rendered to the purchaser.

8. Report demand charges in column (h), energy charges in column (i), and the total of any other types of charges, including out-of-period adjustments, in column (j). Explain in a footnote all components of the amount shown in column (j). Report in column (k) the total charge shown on bills rendered to the purchaser.

9. The data in column (g) through (k) must be subtotaled based on the RQ/Non-RQ grouping (see instruction 4), and then totaled on the Last -line of the schedule. The "Subtotal - RQ" amount in column (g) must be reported as Requirements Sales For Resale on Page 401, line 23. The "Subtotal - Non-RQ" amount in column (g) must be reported as Non-Requirements Sales For Resale on Page 401, line 24.

10. Footnote entries as required and provide explanations following all required data.

MegaWatt Hours Sold (g)	REVENUE			Total (\$) (h+i+j) (k)	Line No.
	Demand Charges (\$) (h)	Energy Charges (\$) (i)	Other Charges (\$) (j)		
68,038		1,576,112		1,576,112	1
125,455	1,479,244	4,580,852	1,029,119	7,089,215	2
					3
					4
					5
15		276		276	6
4,378		134,354		134,354	7
					8
					9
					10
					11
					12
					13
					14
193,493	1,479,244	6,156,964	1,029,119	8,665,327	
4,393	0	134,630	0	134,630	
197,886	1,479,244	6,291,594	1,029,119	8,799,957	

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC OPERATION AND MAINTENANCE EXPENSES

If the amount for previous year is not derived from previously reported figures, explain in footnote.

Line No.	Account (a)	Amount for Current Year (b)	Amount for Previous Year (c)
1	1. POWER PRODUCTION EXPENSES		
2	A. Steam Power Generation		
3	Operation		
4	(500) Operation Supervision and Engineering		
5	(501) Fuel		
6	(502) Steam Expenses		
7	(503) Steam from Other Sources		
8	(Less) (504) Steam Transferred-Cr.		
9	(505) Electric Expenses		
10	(506) Miscellaneous Steam Power Expenses		
11	(507) Rents		
12	(509) Allowances		
13	TOTAL Operation (Enter Total of Lines 4 thru 12)		
14	Maintenance		
15	(510) Maintenance Supervision and Engineering		
16	(511) Maintenance of Structures		
17	(512) Maintenance of Boiler Plant		
18	(513) Maintenance of Electric Plant		
19	(514) Maintenance of Miscellaneous Steam Plant		
20	TOTAL Maintenance (Enter Total of Lines 15 thru 19)		
21	TOTAL Power Production Expenses-Steam Power (Entr Tot lines 13 & 20)		
22	B. Nuclear Power Generation		
23	Operation		
24	(517) Operation Supervision and Engineering		
25	(518) Fuel		
26	(519) Coolants and Water		
27	(520) Steam Expenses		
28	(521) Steam from Other Sources		
29	(Less) (522) Steam Transferred-Cr.		
30	(523) Electric Expenses		
31	(524) Miscellaneous Nuclear Power Expenses		
32	(525) Rents		
33	TOTAL Operation (Enter Total of lines 24 thru 32)		
34	Maintenance		
35	(528) Maintenance Supervision and Engineering		
36	(529) Maintenance of Structures		
37	(530) Maintenance of Reactor Plant Equipment		
38	(531) Maintenance of Electric Plant		
39	(532) Maintenance of Miscellaneous Nuclear Plant		
40	TOTAL Maintenance (Enter Total of lines 35 thru 39)		
41	TOTAL Power Production Expenses-Nuc. Power (Entr tot lines 33 & 40)		
42	C. Hydraulic Power Generation		
43	Operation		
44	(535) Operation Supervision and Engineering	22,271	21,701
45	(536) Water for Power	978,126	910,066
46	(537) Hydraulic Expenses	68,440	88,894
47	(538) Electric Expenses	151,580	150,282
48	(539) Miscellaneous Hydraulic Power Generation Expenses	82,875	96,494
49	(540) Rents	8,792	
50	TOTAL Operation (Enter Total of Lines 44 thru 49)	1,312,084	1,267,437

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC OPERATION AND MAINTENANCE EXPENSES (Continued)

If the amount for previous year is not derived from previously reported figures, explain in footnote.

Line No.	Account (a)	Amount for Current Year (b)	Amount for Previous Year (c)
51	C. Hydraulic Power Generation (Continued)		
52	Maintenance		
53	(541) Maintenance Supervision and Engineering	58,246	58,852
54	(542) Maintenance of Structures	155,336	126,202
55	(543) Maintenance of Reservoirs, Dams, and Waterways	227,039	385,834
56	(544) Maintenance of Electric Plant	269,481	232,668
57	(545) Maintenance of Miscellaneous Hydraulic Plant	44,146	30,481
58	TOTAL Maintenance (Enter Total of lines 53 thru 57)	754,248	834,037
59	TOTAL Power Production Expenses-Hydraulic Power (tot of lines 50 & 58)	2,066,332	2,101,474
60	D. Other Power Generation		
61	Operation		
62	(546) Operation Supervision and Engineering	18,181	18,217
63	(547) Fuel	124,701	11,560
64	(548) Generation Expenses		
65	(549) Miscellaneous Other Power Generation Expenses	12,952	15,399
66	(550) Rents		
67	TOTAL Operation (Enter Total of lines 62 thru 66)	155,834	45,176
68	Maintenance		
69	(551) Maintenance Supervision and Engineering	7,904	7,894
70	(552) Maintenance of Structures		
71	(553) Maintenance of Generating and Electric Plant	14,930	8,090
72	(554) Maintenance of Miscellaneous Other Power Generation Plant		357
73	TOTAL Maintenance (Enter Total of lines 69 thru 72)	22,834	16,341
74	TOTAL Power Production Expenses-Other Power (Enter Tot of 67 & 73)	178,668	61,517
75	E. Other Power Supply Expenses		
76	(555) Purchased Power	28,275,782	22,136,640
77	(556) System Control and Load Dispatching		
78	(557) Other Expenses		
79	TOTAL Other Power Supply Exp (Enter Total of lines 76 thru 78)	28,275,782	22,136,640
80	TOTAL Power Production Expenses (Total of lines 21, 41, 59, 74 & 79)	30,520,782	24,299,631
81	2. TRANSMISSION EXPENSES		
82	Operation		
83	(560) Operation Supervision and Engineering		
84	(561) Load Dispatching		
85	(562) Station Expenses		
86	(563) Overhead Lines Expenses		
87	(564) Underground Lines Expenses		
88	(565) Transmission of Electricity by Others	3,647,299	3,352,104
89	(566) Miscellaneous Transmission Expenses		
90	(567) Rents		
91	TOTAL Operation (Enter Total of lines 83 thru 90)	3,647,299	3,352,104
92	Maintenance		
93	(568) Maintenance Supervision and Engineering		
94	(569) Maintenance of Structures		
95	(570) Maintenance of Station Equipment		
96	(571) Maintenance of Overhead Lines		
97	(572) Maintenance of Underground Lines		
98	(573) Maintenance of Miscellaneous Transmission Plant		
99	TOTAL Maintenance (Enter Total of lines 93 thru 98)		
100	TOTAL Transmission Expenses (Enter Total of lines 91 and 99)	3,647,299	3,352,104
101	3. DISTRIBUTION EXPENSES		
102	Operation		
103	(580) Operation Supervision and Engineering	94,056	80,620

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC OPERATION AND MAINTENANCE EXPENSES (Continued)

If the amount for previous year is not derived from previously reported figures, explain in footnote.

Line No.	Account (a)	Amount for Current Year (b)	Amount for Previous Year (c)
104	3. DISTRIBUTION Expenses (Continued)		
105	(581) Load Dispatching	125,273	127,490
106	(582) Station Expenses	87,317	82,720
107	(583) Overhead Line Expenses	-28,521	55,079
108	(584) Underground Line Expenses	2,244	1,954
109	(585) Street Lighting and Signal System Expenses	91,005	78,516
110	(586) Meter Expenses	114,425	66,690
111	(587) Customer Installations Expenses	36,380	43,434
112	(588) Miscellaneous Expenses	113,193	121,798
113	(589) Rents		
114	TOTAL Operation (Enter Total of lines 103 thru 113)	635,372	658,301
115	Maintenance		
116	(590) Maintenance Supervision and Engineering	96,659	95,242
117	(591) Maintenance of Structures	1,190	121
118	(592) Maintenance of Station Equipment	52,374	62,280
119	(593) Maintenance of Overhead Lines	1,194,653	1,070,307
120	(594) Maintenance of Underground Lines	215,746	185,030
121	(595) Maintenance of Line Transformers	21,292	18,209
122	(596) Maintenance of Street Lighting and Signal Systems	186	5,028
123	(597) Maintenance of Meters	2,673	2,729
124	(598) Maintenance of Miscellaneous Distribution Plant	293	
125	TOTAL Maintenance (Enter Total of lines 116 thru 124)	1,585,066	1,438,946
126	TOTAL Distribution Exp (Enter Total of lines 114 and 125)	2,220,438	2,097,247
127	4. CUSTOMER ACCOUNTS EXPENSES		
128	Operation		
129	(901) Supervision	111,163	113,839
130	(902) Meter Reading Expenses	274,095	252,865
131	(903) Customer Records and Collection Expenses	558,843	555,066
132	(904) Uncollectible Accounts	-38,119	185,595
133	(905) Miscellaneous Customer Accounts Expenses	80,382	64,731
134	TOTAL Customer Accounts Expenses (Total of lines 129 thru 133)	986,364	1,172,096
135	5. CUSTOMER SERVICE AND INFORMATIONAL EXPENSES		
136	Operation		
137	(907) Supervision	4,205	3,127
138	(908) Customer Assistance Expenses	19,956	19,003
139	(909) Informational and Instructional Expenses	6,224	4,752
140	(910) Miscellaneous Customer Service and Informational Expenses		
141	TOTAL Cust. Service and Information. Exp. (Total lines 137 thru 140)	30,385	26,882
142	6. SALES EXPENSES		
143	Operation		
144	(911) Supervision		
145	(912) Demonstrating and Selling Expenses		
146	(913) Advertising Expenses		
147	(915) Miscellaneous Sales Expenses		
148	TOTAL Sales Expenses (Enter Total of lines 144 thru 147)		
149	7. ADMINISTRATIVE AND GENERAL EXPENSES		
150	Operation		
151	(920) Administrative and General Salaries	1,102,765	1,141,411
152	(921) Office Supplies and Expenses	228,377	231,820
153	(Less) (922) Administrative Expenses Transferred-Credit	485,600	485,600

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC OPERATION AND MAINTENANCE EXPENSES (Continued)

If the amount for previous year is not derived from previously reported figures, explain in footnote.

Line No.	Account (a)	Amount for Current Year (b)	Amount for Previous Year (c)
154	7. ADMINISTRATIVE AND GENERAL EXPENSES (Continued)		
155	(923) Outside Services Employed	361,764	315,132
156	(924) Property Insurance	78,115	94,540
157	(925) Injuries and Damages	501,949	392,713
158	(926) Employee Pensions and Benefits	1,850,542	1,940,929
159	(927) Franchise Requirements		
160	(928) Regulatory Commission Expenses	77,118	74,894
161	(929) (Less) Duplicate Charges-Cr.	172,905	180,007
162	(930.1) General Advertising Expenses	13,039	21,551
163	(930.2) Miscellaneous General Expenses	49,997	47,980
164	(931) Rents	5,501	2,223
165	TOTAL Operation (Enter Total of lines 151 thru 164)	3,610,662	3,597,586
166	Maintenance		
167	(935) Maintenance of General Plant	37,161	23,487
168	TOTAL Admin & General Expenses (Total of lines 165 thru 167)	3,647,823	3,621,073
169	TOTAL Elec Op and Maint Expn (Tot 80. 100. 126. 134. 141. 148. 168)	41,053,091	34,569,033

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

PURCHASED POWER (Account 555)
(Including power exchanges)

- Report all power purchases made during the year. Also report exchanges of electricity (i.e., transactions involving a balancing of debits and credits for energy, capacity, etc.) and any settlements for imbalanced exchanges.
- Enter the name of the seller or other party in an exchange transaction in column (a). Do not abbreviate or truncate the name or use acronyms. Explain in a footnote any ownership interest or affiliation the respondent has with the seller.
- In column (b), enter a Statistical Classification Code based on the original contractual terms and conditions of the service as follows:

RQ - for requirements service. Requirements service is service which the supplier plans to provide on an ongoing basis (i.e., the supplier includes projects load for this service in its system resource planning). In addition, the reliability of requirement service must be the same as, or second only to, the supplier's service to its own ultimate consumers.

LF - for long-term firm service. "Long-term" means five years or longer and "firm" means that service cannot be interrupted for economic reasons and is intended to remain reliable even under adverse conditions (e.g., the supplier must attempt to buy emergency energy from third parties to maintain deliveries of LF service). This category should not be used for long-term firm service firm service which meets the definition of RQ service. For all transaction identified as LF, provide in a footnote the termination date of the contract defined as the earliest date that either buyer or seller can unilaterally get out of the contract.

IF - for intermediate-term firm service. The same as LF service expect that "intermediate-term" means longer than one year but less than five years.

SF - for short-term service. Use this category for all firm services, where the duration of each period of commitment for service is one year or less.

LU - for long-term service from a designated generating unit. "Long-term" means five years or longer. The availability and reliability of service, aside from transmission constraints, must match the availability and reliability of the designated unit.

IU - for intermediate-term service from a designated generating unit. The same as LU service expect that "intermediate-term" means longer than one year but less than five years.

EX - For exchanges of electricity. Use this category for transactions involving a balancing of debits and credits for energy, capacity, etc. and any settlements for imbalanced exchanges.

OS - for other service. Use this category only for those services which cannot be placed in the above-defined categories, such as all non-firm service regardless of the Length of the contract and service from designated units of Less than one year. Describe the nature of the service in a footnote for each adjustment.

Line No.	Name of Company or Public Authority (Footnote Affiliations) (a)	Statistical Classification (b)	FERC Rate Schedule or Tariff Number (c)	Average Monthly Billing Demand (MW) (d)	Actual Demand (MW)	
					Average Monthly NCP Demand (e)	Average Monthly CP Demand (f)
1	Cloverland Electric Coop	RQ		N/A	N/A	N/A
2						
3						
4	U.S. Corps. of Engineers	LU		N/A	N/A	N/A
5						
6	Consumers Energy Company	RQ	WR	20	20	20
7						
8	Wisconsin Electric Pwr. Co.		FERC 50	20	20	20
9	Wisconsin Electric Pwr. Co.	RQ	FERC 96	40	61	50
10						
11						
12						
13						
14						
	Total					

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

PURCHASED POWER(Account 555) (Continued)
(Including power exchanges)

AD - for out-of-period adjustment. Use this code for any accounting adjustments or "true-ups" for service provided in prior reporting years. Provide an explanation in a footnote for each adjustment.

4. In column (c), identify the FERC Rate Schedule Number or Tariff, or, for non-FERC jurisdictional sellers, include an appropriate designation for the contract. On separate lines, list all FERC rate schedules, tariffs or contract designations under which service, as identified in column (b), is provided.
5. For requirements RQ purchases and any type of service involving demand charges imposed on a monthly (or longer) basis, enter the monthly average billing demand in column (d), the average monthly non-coincident peak (NCP) demand in column (e), and the average monthly coincident peak (CP) demand in column (f). For all other types of service, enter NA in columns (d), (e) and (f). Monthly NCP demand is the maximum metered hourly (60-minute integration) demand in a month. Monthly CP demand is the metered demand during the hour (60-minute integration) in which the supplier's system reaches its monthly peak. Demand reported in columns (e) and (f) must be in megawatts. Footnote any demand not stated on a megawatt basis and explain.
6. Report in column (g) the megawatthours shown on bills rendered to the respondent. Report in columns (h) and (i) the megawatthours of power exchanges received and delivered, used as the basis for settlement. Do not report net exchange.
7. Report demand charges in column (j), energy charges in column (k), and the total of any other types of charges, including out-of-period adjustments, in column (l). Explain in a footnote all components of the amount shown in column (l). Report in column (m) the total charge shown on bills received as settlement by the respondent. For power exchanges, report in column (m) the settlement amount for the net receipt of energy. If more energy was delivered than received, enter a negative amount. If the settlement amount (l) include credits or charges other than incremental generation expenses, or (2) excludes certain credits or charges covered by the agreement, provide an explanatory footnote.
8. The data in column (g) through (m) must be totalled on the last line of the schedule. The total amount in column (g) must be reported as Purchases on Page 401, line 10. The total amount in column (h) must be reported as Exchange Received on Page 401, line 12. The total amount in column (i) must be reported as Exchange Delivered on Page 401, line 13.
9. Footnote entries as required and provide explanations following all required data.

MegaWatt Hours Purchased (g)	POWER EXCHANGES		COST/SETTLEMENT OF POWER				Line No.
	MegaWatt Hours Received (h)	MegaWatt Hours Delivered (i)	Demand Charges (\$)(j)	Energy Charges (\$)(k)	Other Charges (\$)(l)	Total (j+k+l) of Settlement (\$)(m)	
1,458				282,556		282,556	1
							2
							3
161,929				1,323,036		1,323,036	4
							5
173,968			2,954,400	2,477,487		5,431,887	6
							7
175,200			1,560,000	4,064,640		5,624,640	8
190,926			2,597,055	12,892,788		15,489,843	9
							10
							11
							12
							13
							14
703,481			7,111,455	21,040,507		28,151,962	

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr.) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	---	---

TRANSMISSION OF ELECTRICITY BY OTHERS (Account 565)
(Including transactions referred to as "wheeling")

- Report all transmission, i.e. wheeling or electricity provided by other electric utilities, cooperatives, municipalities, other public authorities, qualifying facilities, and others for the quarter.
- In column (a) report each company or public authority that provided transmission service. Provide the full name of the company, abbreviate if necessary, but do not truncate name or use acronyms. Explain in a footnote any ownership interest in or affiliation with the transmission service provider. Use additional columns as necessary to report all companies or public authorities that provided transmission service for the quarter reported.
- In column (b) enter a Statistical Classification code based on the original contractual terms and conditions of the service as follows: FNS - Firm Network Transmission Service for Self, LFP - Long-Term Firm Point-to-Point Transmission Reservations. OLF - Other Long-Term Firm Transmission Service, SFP - Short-Term Firm Point-to-Point Transmission Reservations, NF - Non-Firm Transmission Service, and OS - Other Transmission Service. See General Instructions for definitions of statistical classifications.
- Report in column (c) and (d) the total megawatt hours received and delivered by the provider of the transmission service.
- Report in column (e), (f) and (g) expenses as shown on bills or vouchers rendered to the respondent. In column (e) report the demand charges and in column (f) energy charges related to the amount of energy transferred. On column (g) report the total of all other charges on bills or vouchers rendered to the respondent, including any out of period adjustments. Explain in a footnote all components of the amount shown in column (g). Report in column (h) the total charge shown on bills rendered to the respondent. If no monetary settlement was made, enter zero in column (h). Provide a footnote explaining the nature of the non-monetary settlement, including the amount and type of energy or service rendered.
- Enter "TOTAL" in column (a) as the last line.
- Footnote entries and provide explanations following all required data.

Line No.	Name of Company or Public Authority (Footnote Affiliations) (a)	Statistical Classification (b)	TRANSFER OF ENERGY		EXPENSES FOR TRANSMISSION OF ELECTRICITY BY OTHERS			
			Magawatt-hours Received (c)	Magawatt-hours Delivered (d)	Demand Charges (\$) (e)	Energy Charges (\$) (f)	Other Charges (\$) (g)	Total Cost of Transmission (\$) (h)
1	American Trans.Co./MISO						3,647,299	3,647,299
2								
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
	TOTAL						3,647,299	3,647,299

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

MISCELLANEOUS GENERAL EXPENSES (Account 930.2) (ELECTRIC)

Line No.	Description (a)	Amount (b)
1	Industry Association Dues	43,623
2	Nuclear Power Research Expenses	
3	Other Experimental and General Research Expenses	
4	Pub & Dist Info to Stkhldrs...expn servicing outstanding Securities	
5	Oth Expn >=5,000 show purpose, recipient, amount. Group if < \$5,000	
6	Society of Military Engineers	964
7	Operation Action UP	1,000
8	Chamber of Commerce	2,210
9	UP Economic Development	800
10	Director Expenses	1,400
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39		
40		
41		
42		
43		
44		
45		
46	TOTAL	49,997

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

DEPRECIATION AND AMORTIZATION OF ELECTRIC PLANT (Account 403, 404, 405)
(Except amortization of acquisition adjustments)

- Report in section A for the year the amounts for : (b) Depreciation Expense (Account 403); (c) Depreciation Expense for Asset Retirement Costs (Account 403.1); (d) Amortization of Limited-Term Electric Plant (Account 404); and (e) Amortization of Other Electric Plant (Account 405).
- Report in Section 8 the rates used to compute amortization charges for electric plant (Accounts 404 and 405). State the basis used to compute charges and whether any changes have been made in the basis or rates used from the preceding report year.
- Report all available information called for in Section C every fifth year beginning with report year 1971, reporting annually only changes to columns (c) through (g) from the complete report of the preceding year.
Unless composite depreciation accounting for total depreciable plant is followed, list numerically in column (a) each plant subaccount, account or functional classification, as appropriate, to which a rate is applied. Identify at the bottom of Section C the type of plant included in any sub-account used.
In column (b) report all depreciable plant balances to which rates are applied showing subtotals by functional Classifications and showing composite total. Indicate at the bottom of section C the manner in which column balances are obtained. If average balances, state the method of averaging used.
For columns (c), (d), and (e) report available information for each plant subaccount, account or functional classification Listed in column (a). If plant mortality studies are prepared to assist in estimating average service Lives, show in column (f) the type mortality curve selected as most appropriate for the account and in column (g), if available, the weighted average remaining life of surviving plant. If composite depreciation accounting is used, report available information called for in columns (b) through (g) on this basis.
- If provisions for depreciation were made during the year in addition to depreciation provided by application of reported rates, state at the bottom of section C the amounts and nature of the provisions and the plant items to which related.

A. Summary of Depreciation and Amortization Charges

Line No.	Functional Classification (a)	Depreciation Expense (Account 403) (b)	Depreciation Expense for Asset Retirement Costs (Account 403.1) (c)	Amortization of Limited Term Electric Plant (Account 404) (d)	Amortization of Other Electric Plant (Acc 405) (e)	Total (f)
1	Intangible Plant		411			411
2	Steam Production Plant					
3	Nuclear Production Plant					
4	Hydraulic Production Plant-Conventional	581,707				581,707
5	Hydraulic Production Plant-Pumped Storage					
6	Other Production Plant	26,868				26,868
7	Transmission Plant					
8	Distribution Plant	1,856,630				1,856,630
9	General Plant	288,910				288,910
10	Common Plant-Electric					
11	TOTAL	2,754,115	411			2,754,526

B. Basis for Amortization Charges

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

REGULATORY COMMISSION EXPENSES

- Report particulars (details) of regulatory commission expenses incurred during the current year (or incurred in previous years, if being amortized) relating to format cases before a regulatory body, or cases in which such a body was a party.
- Report in columns (b) and (c), only the current year's expenses that are not deferred and the current year's amortization of amounts deferred in previous years.

Line No.	Description (Furnish name of regulatory commission or body the docket or case number and a description of the case) (a)	Assessed by Regulatory Commission (b)	Expenses of Utility (c)	Total Expense for Current Year (b) + (c) (d)	Deferred in Account 182.3 at Beginning of Year (e)
1	MICHIGAN PUBLIC SERVICE COMMISSION				
2	U-13914 2004 PSCR Plan		1,989	1,989	
3	U-14271 2005 PSCR Plan		1,127	1,127	
4	U-13563-R 2003 PSCR Reconciliation Plan		155	155	
5	2006 PSCR Plan		1,458	1,458	
6	U-14391 Enbridge Energy Matter		832	832	
7	Energy Tarrifs		672	672	
8	U-12270 Performance Standards Order		20	20	
9	Miscellaneous Matters		3,883	3,883	
10	MPSC Assessment	56,490		56,490	
11					
12	FEDERAL ENERGY REGULATORY COMMISSION				
13					
14	FERC Assessment	10,492		10,492	
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46	TOTAL	66,982	10,136	77,118	

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

REGULATORY COMMISSION EXPENSES (Continued)

3. Show in column (k) any expenses incurred in prior years which are being amortized. List in column (a) the period of amortization.
4. List in column (f), (g), and (h) expenses incurred during year which were charged currently to income, plant, or other accounts.
5. Minor items (less than \$25,000) may be grouped.

EXPENSES INCURRED DURING YEAR			AMORTIZED DURING YEAR				
CURRENTLY CHARGED TO			Deferred to Account 182.3 (i)	Contra Account (j)	Amount (k)	Deferred in Account 182.3 End of Year (l)	Line No.
Department (f)	Account No. (g)	Amount (h)					
							1
		1,989					2
		1,127					3
		155					4
		1,458					5
		832					6
		672					7
		20					8
		3,883					9
		56,490					10
							11
							12
							13
		10,492					14
							15
							16
							17
							18
							19
							20
							21
							22
							23
							24
							25
							26
							27
							28
							29
							30
							31
							32
							33
							34
							35
							36
							37
							38
							39
							40
							41
							42
							43
							44
							45
		77,118					46

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

DISTRIBUTION OF SALARIES AND WAGES

Report below the distribution of total salaries and wages for the year. Segregate amounts originally charged to clearing accounts to Utility Departments, Construction, Plant Removals, and Other Accounts, and enter such amounts in the appropriate lines and columns provided. In determining this segregation of salaries and wages originally charged to clearing accounts, a method of approximation giving substantially correct results may be used.

Line No.	Classification (a)	Direct Payroll Distribution (b)	Allocation of Payroll charged for Clearing Accounts (c)	Total (d)
1	Electric			
2	Operation			
3	Production	188,905		
4	Transmission			
5	Distribution	458,588		
6	Customer Accounts	692,203		
7	Customer Service and Informational	15,030		
8	Sales			
9	Administrative and General	1,530,531		
10	TOTAL Operation (Enter Total of lines 3 thru 9)	2,885,257		
11	Maintenance			
12	Production	369,497		
13	Transmission			
14	Distribution	798,517		
15	Administrative and General			
16	TOTAL Maint. (Total of lines 12 thru 15)	1,168,014		
17	Total Operation and Maintenance			
18	Production (Enter Total of lines 3 and 12)	558,402		
19	Transmission (Enter Total of lines 4 and 13)			
20	Distribution (Enter Total of lines 5 and 14)	1,257,105		
21	Customer Accounts (Transcribe from line 6)	692,203		
22	Customer Service and Informational (Transcribe from line 7)	15,030		
23	Sales (Transcribe from line 8)			
24	Administrative and General (Enter Total of lines 9 and 15)	1,530,531		
25	TOTAL Oper. and Maint. (Total of lines 18 thru 24)	4,053,271	263,471	4,316,742
26	Gas			
27	Operation			
28	Production-Manufactured Gas			
29	Production-Nat. Gas (Including Expl. and Dev.)			
30	Other Gas Supply			
31	Storage, LNG Terminating and Processing			
32	Transmission			
33	Distribution			
34	Customer Accounts			
35	Customer Service and Informational			
36	Sales			
37	Administrative and General			
38	TOTAL Operation (Enter Total of lines 28 thru 37)			
39	Maintenance			
40	Production-Manufactured Gas			
41	Production-Natural Gas			
42	Other Gas Supply			
43	Storage, LNG Terminating and Processing			
44	Transmission			
45	Distribution			
46	Administrative and General			
47	TOTAL Maint. (Enter Total of lines 40 thru 46)			

DISTRIBUTION OF SALARIES AND WAGES (Continued)

Line No.	Classification (a)	Direct Payroll Distribution (b)	Allocation of Payroll charged for Clearing Accounts (c)	Total (d)
48	Total Operation and Maintenance			
49	Production-Manufactured Gas (Enter Total of lines 28 and 40)			
50	Production-Natural Gas (Including Expl. and Dev.) (Total lines 29,			
51	Other Gas Supply (Enter Total of lines 30 and 42)			
52	Storage, LNG Terminating and Processing (Total of lines 31 thru			
53	Transmission (Lines 32 and 44)			
54	Distribution (Lines 33 and 45)			
55	Customer Accounts (Line 34)			
56	Customer Service and Informational (Line 35)			
57	Sales (Line 36)			
58	Administrative and General (Lines 37 and 46)			
59	TOTAL Operation and Maint. (Total of lines 49 thru 58)			
60	Other Utility Departments			
61	Operation and Maintenance			
62	TOTAL All Utility Dept. (Total of lines 25, 59 and 61)	4,053,271	263,471	4,316,742
63	Utility Plant			
64	Construction (By Utility Departments)			
65	Electric Plant	307,430	1,585	309,015
66	Gas Plant			
67	Other (provide details in footnote):			
68	TOTAL Construction (Total of lines 65 thru 67)	307,430	1,585	309,015
69	Plant Removal (By Utility Departments)			
70	Electric Plant	45,303	-1	45,302
71	Gas Plant			
72	Other (provide details in footnote):			
73	TOTAL Plant Removal (Total of lines 70 thru 72)	45,303	-1	45,302
74	Other Accounts (Specify, provide details in footnote):			
75	Merchandise & Jobbing	304,037	171	304,208
76	Accrued Vacation	-20,641		-20,641
77	Stores	83,699	-83,699	
78	Clearing Accounts	136,689	-136,689	
79	Accrued Expenses	44,838	-44,838	
80	Transfer to Subsidiaries	8,185		8,185
81				
82				
83				
84				
85				
86				
87				
88				
89				
90				
91				
92				
93				
94				
95	TOTAL Other Accounts	556,807	-265,055	291,752
96	TOTAL SALARIES AND WAGES	4,962,811		4,962,811

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

PURCHASES AND SALES OF ANCILLARY SERVICES

Report the amounts for each type of ancillary service shown in column (a) for the year as specified in Order No. 888 and defined in the respondents Open Access Transmission Tariff.

In columns for usage, report usage-related billing determinant and the unit of measure.

(1) On line 1 columns (b), (c), (d), (e), (f) and (g) report the amount of ancillary services purchased and sold during the year.

(2) On line 2 columns (b) (c), (d), (e), (f), and (g) report the amount of reactive supply and voltage control services purchased and sold during the year.

(3) On line 3 columns (b) (c), (d), (e), (f), and (g) report the amount of regulation and frequency response services purchased and sold during the year.

(4) On line 4 columns (b), (c), (d), (e), (f), and (g) report the amount of energy imbalance services purchased and sold during the year.

(5) On lines 5 and 6, columns (b), (c), (d), (e), (f), and (g) report the amount of operating reserve spinning and supplement services purchased and sold during the period.

(6) On line 7 columns (b), (c), (d), (e), (f), and (g) report the total amount of all other types ancillary services purchased or sold during the year. Include in a footnote and specify the amount for each type of other ancillary service provided.

Line No.	Type of Ancillary Service (a)	Amount Purchased for the Year			Amount Sold for the Year		
		Usage - Related Billing Determinant			Usage - Related Billing Determinant		
		Number of Units (b)	Unit of Measure (c)	Dollars (d)	Number of Units (e)	Unit of Measure (f)	Dollars (g)
1	Scheduling System Control and Dispatch						
2	Reactive Supply and Voltage						
3	Regulation and Frequency Response	864,544	kw	30,173			
4	Energy Imbalance						
5	Operating Reserve - Spinning			69,578			
6	Operating Reserve - Supplement			48,769			
7	Other						
8	Total (Lines 1 thru 7)	864,544		148,520			

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

ELECTRIC ENERGY ACCOUNT

Report below the information called for concerning the disposition of electric energy generated, purchased, exchanged and wheeled during the year.

Line No.	Item (a)	MegaWatt Hours (b)	Line No.	Item (a)	MegaWatt Hours (b)
1	SOURCES OF ENERGY		21	DISPOSITION OF ENERGY	
2	Generation (Excluding Station Use):		22	Sales to Ultimate Consumers (Including Interdepartmental Sales)	672,500
3	Steam		23	Requirements Sales for Resale (See instruction 4, page 311.)	193,492
4	Nuclear		24	Non-Requirements Sales for Resale (See instruction 4, page 311.)	4,393
5	Hydro-Conventional	211,569	25	Energy Furnished Without Charge	
6	Hydro-Pumped Storage		26	Energy Used by the Company (Electric Dept Only, Excluding Station Use)	2,034
7	Other	591	27	Total Energy Losses	43,222
8	Less Energy for Pumping		28	TOTAL (Enter Total of Lines 22 Through 27) (MUST EQUAL LINE 20)	915,641
9	Net Generation (Enter Total of lines 3 through 8)	212,160			
10	Purchases	703,481			
11	Power Exchanges:				
12	Received				
13	Delivered				
14	Net Exchanges (Line 12 minus line 13)				
15	Transmission For Other (Wheeling)				
16	Received				
17	Delivered				
18	Net Transmission for Other (Line 16 minus line 17)				
19	Transmission By Others Losses				
20	TOTAL (Enter Total of lines 9, 10, 14, 18 and 19)	915,641			

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

MONTHLY PEAKS AND OUTPUT

- (1) Report the monthly peak load and energy output. If the respondent has two or more power which are not physically integrated, furnish the required information for each non- integrated system.
- (2) Report on line 2 by month the system's output in Megawatt hours for each month.
- (3) Report on line 3 by month the non-requirements sales for resale. Include in the monthly amounts any energy losses associated with the sales.
- (4) Report on line 4 by month the system's monthly maximum megawatt load (60 minute integration) associated with the system.
- (5) Report on lines 5 and 6 the specified information for each monthly peak load reported on line 4.

NAME OF SYSTEM:

Line No.	Month (a)	Total Monthly Energy (b)	Monthly Non-Requirements Sales for Resale & Associated Losses (c)	MONTHLY PEAK		
				Megawatts (See Instr. 4) (d)	Day of Month (e)	Hour (f)
29	January	87,470		145	17	1900
30	February	73,275	3	131	18	800
31	March	76,987	1	137	7	2000
32	April	68,680	27	123	25	1100
33	May	73,827	332	129	13	1300
34	June	72,604	762	126	28	1200
35	July	78,149	490	133	12	1700
36	August	77,639	746	138	8	1500
37	September	71,955	1,656	122	12	1300
38	October	75,132	312	121	5	1400
39	November	75,437	64	133	17	1900
40	December	84,476		142	12	1900
41	TOTAL	915,641	4,393			

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of <u>2005/Q4</u>
---	---	--	--

HYDROELECTRIC GENERATING PLANT STATISTICS (Large Plants)

1. Large plants are hydro plants of 10,000 Kw or more of installed capacity (name plate ratings)
2. If any plant is leased, operated under a license from the Federal Energy Regulatory Commission, or operated as a joint facility, indicate such facts in a footnote. If licensed project, give project number.
3. If net peak demand for 60 minutes is not available, give that which is available specifying period.
4. If a group of employees attends more than one generating plant, report on line 11 the approximate average number of employees assignable to each plant.

Line No.	Item (a)	FERC Licensed Project No. 0 Plant Name: Edison Sault Hydro (b)	FERC Licensed Project No. 0 Plant Name: (c)
1	Kind of Plant (Run-of-River or Storage)	Run-of-River	
2	Plant Construction type (Conventional or Outdoor)	Conventional	
3	Year Originally Constructed	1901	
4	Year Last Unit was Installed	1916	
5	Total installed cap (Gen name plate Rating in MW)	40.71	0.00
6	Net Peak Demand on Plant-Megawatts (60 minutes)	35	0
7	Plant Hours Connect to Load	8,760	0
8	Net Plant Capability (in megawatts)		
9	(a) Under Most Favorable Oper Conditions	36	0
10	(b) Under the Most Adverse Oper Conditions	0	0
11	Average Number of Employees	11	0
12	Net Generation, Exclusive of Plant Use - Kwh	211,589,409	0
13	Cost of Plant		
14	Land and Land Rights	63,532	0
15	Structures and Improvements	924,449	0
16	Reservoirs, Dams, and Waterways	3,785,511	0
17	Equipment Costs	9,943,850	0
18	Roads, Railroads, and Bridges	0	0
19	Asset Retirement Costs	0	0
20	TOTAL cost (Total of 14 thru 19)	14,717,342	0
21	Cost per KW of Installed Capacity (line 20 / 5)	361.5166	0.0000
22	Production Expenses		
23	Operation Supervision and Engineering	22,271	0
24	Water for Power	978,126	0
25	Hydraulic Expenses	68,440	0
26	Electric Expenses	151,580	0
27	Misc Hydraulic Power Generation Expenses	82,875	0
28	Rents	8,792	0
29	Maintenance Supervision and Engineering	58,246	0
30	Maintenance of Structures	155,336	0
31	Maintenance of Reservoirs, Dams, and Waterways	227,039	0
32	Maintenance of Electric Plant	269,481	0
33	Maintenance of Misc Hydraulic Plant	44,146	0
34	Total Production Expenses (total 23 thru 33)	2,066,332	0
35	Expenses per net KWh	0.0098	0.0000

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

GENERATING PLANT STATISTICS (Small Plants)

1. Small generating plants are steam plants of, less than 25,000 Kw; internal combustion and gas turbine-plants, conventional hydro plants and pumped storage plants of less than 10,000 Kw installed capacity (name plate rating). 2. Designate any plant leased from others, operated under a license from the Federal Energy Regulatory Commission, or operated as a joint facility, and give a concise statement of the facts in a footnote. If licensed project, give project number in footnote.

Line No.	Name of Plant (a)	Year Orig. Const. (b)	Installed Capacity Name Plate Rating (In MW) (c)	Net Peak Demand MW (60 min.) (d)	Net Generation Excluding Plant Use (e)	Cost of Plant (f)
1	INTERNAL COMBUSTION					
2						
3						
4	Manistique	1960	4.80	4.8	591	584,582
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
41						
42						
43						
44						
45						
46						

Name of Respondent Edison Saul Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo. Da. Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
--	---	--	---

GENERATING PLANT STATISTICS (Small Plants) (Continued)

3. List plants appropriately under subheadings for steam, hydro, nuclear, internal combustion and gas turbine plants. For nuclear, see instruction 11. Page 403. 4. If net peak demand for 60 minutes is not available, give the which is available, specifying period. 5. If any plant is equipped with combinations of steam, hydro internal combustion or gas turbine equipment, report each as a separate plant. However, if the exhaust heat from the gas turbine is utilized in a steam turbine regenerative feed water cycle, or for preheated combustion air in a boiler, report as one plant.

Plant Cost (Incl Asset Retire. Costs) Per MW (g)	Operation Exc'l. Fuel (h)	Production Expenses		Kind of Fuel (k)	Fuel Costs (in cents per Million Btu) (l)	Line No.
		Fuel (i)	Maintenance (j)			
						1
						2
						3
121,788	31,133	124,701	22,834	oil		4
						5
						6
						7
						8
						9
						10
						11
						12
						13
						14
						15
						16
						17
						18
						19
						20
						21
						22
						23
						24
						25
						26
						27
						28
						29
						30
						31
						32
						33
						34
						35
						36
						37
						38
						39
						40
						41
						42
						43
						44
						45
						46

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

SUBSTATIONS

- Report below the information called for concerning substations of the respondent as of the end of the year.
- Substations which serve only one industrial or street railway customer should not be listed below.
- Substations with capacities of Less than 10 MVA except those serving customers with energy for resale, may be grouped according to functional character, but the number of such substations must be shown.
- Indicate in column (b) the functional character of each substation, designating whether transmission or distribution and whether attended or unattended. At the end of the page, summarize according to function the capacities reported for the individual stations in column (f).

Line No.	Name and Location of Substation (a)	Character of Substation (b)	VOLTAGE (In MVA)		
			Primary (c)	Secondary (d)	Tertiary (e)
1					
2	Valley	Distribution	69.00	13.00	
3	Manistique	Distribution	69.00	13.00	
4	East Portage (Sault)	Distribution	69.00	13.00	
5	Straits Sub (St. Ignace)	Distribution	69.00	13.00	
6	St. Ignace	Distribution	69.00	13.00	
7	Three Mile Road (Sault)	Distribution	69.00	13.00	
8	Glen Jenks	Distribution	69.00	13.00	
9	Rexton	Distribution	69.00	4.00	
10	8 Substations at Various Locations	Distribution	69.00	13.00	
11	Nahma, Curtis, Trout Lake, Tone Road.				
12	Pine Grove, Rockview, Kinross-1, Kinross-2				
13					
14	East Portage (Sault)	Generation/Transmiss	69.00	4.00	
15	Magazine St. (Sault)	Generation/Transmiss	69.00	13.00	
16	Manistique	Generation/Transmiss	69.00	4.00	
17					
18					
19					
20					
21					
22					
23	Note: All substations are unattended				
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40	Total		828.00	129.00	

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report End of 2005/Q4
---	---	--	---

SUBSTATIONS (Continued)

5. Show in columns (l), (j), and (k) special equipment such as rotary converters, rectifiers, condensers, etc. and auxiliary equipment for increasing capacity.

6. Designate substations or major items of equipment leased from others, jointly owned with others, or operated otherwise than by reason of sole ownership by the respondent. For any substation or equipment operated under lease, give name of lessor, date and period of lease, and annual rent. For any substation or equipment operated other than by reason of sole ownership or lease, give name of co-owner or other party, explain basis of sharing expenses or other accounting between the parties, and state amounts and accounts affected in respondent's books of account. Specify in each case whether lessor, co-owner, or other party is an associated company.

Capacity of Substation (In Service) (In MVA) (f)	Number of Transformers In Service (g)	Number of Spare Transformers (h)	CONVERSION APPARATUS AND SPECIAL EQUIPMENT			Line No.
			Type of Equipment (i)	Number of Units (j)	Total Capacity (In MVA) (k)	
						1
10	1	4	None			2
10	1		None			3
15	2		None			4
10	1		None			5
15	1		None			6
10	1		None			7
10	1	1	None			8
.4	2	1	None			9
28	13	10	None			10
						11
						12
						13
30	2		None			14
10	1		None			15
8	1		None			16
						17
						18
						19
						20
						21
						22
						23
						24
						25
						26
						27
						28
						29
						30
						31
						32
						33
						34
						35
						36
						37
						38
						39
156.4	27	16				40

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
FOOTNOTE DATA			

Schedule Page: 118 Line No.: 1 Column: d

STATEMENT OF RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2004

1.	Balance - Beginning of Year	22,791,356
2.	Balance Transferred from Income (Account 216)	4,824,069
3.	Total Dividends Declared-Common Stock	<u>(2,000,000)</u>
4.	Balance - End of Year	\$25,615,425

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
FOOTNOTE DATA			

Schedule Page: 262 Line No.: 2 Column: f

FEDERAL INCOME TAX			
2001	\$ (3,000)		(1)
2004	3,000		(1)
2004	(3)		(3)
2005	(36,779)		(3)
STATE OF MICHIGAN			
2004	\$ 50,118		(2)
2005	(49,882)		(2)
WISCONSIN INCOME TAX			
2004	\$ 51,971		(2)
2005	(52,827)		(2)
STATE OF MINNESOTA			
2004	\$ 4,903		(2)
2005	(4,903)		(2)
LOCAL TAXES			
2005	\$ 60,769		(4)

- (1) Transfer of Closed Year End Balance
- (2) Transfer of Prior Yrs. Overpayment to Current Year & Transfer to Paid-In-Capital
- (3) Transfer to Paid-In-Capital
- (4) Property Tax Refund

Schedule Page: 262 Line No.: 5 Column: i

TAXES:

	408.1	409.1	408.2	409.2	Other*
Federal		(146,051)			343,816
		1168,369		1,241,490	4,196
Michigan	1,317				2,410
	2,425,000		(12,600)		
Local	1,504,780				
Wisconsin		(740)			
		104,800			
Minnesota		97			
Total	\$1,748,597	1,126,475	(12,600)	1,241,490	350,422

* Payroll Taxes Charged Direct

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
FOOTNOTE DATA			

Schedule Page: 332 Line No.: 1 Column: a

- 1a -- Edison Sault Electric Company is a partial owner of ATC. These charges are a combination of both ATC and MISO (Midwest Independent System Operator) charges.
- 1f -- Charges for network transmission services and associated ancillary services. Transmission charges of purchased power suppliers have been included in account 555.

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/18/2006	Year/Period of Report 2005/Q4
FOOTNOTE DATA			

Schedule Page: 398 Line No.: 3 Column: b

- 1a -- Edison Sault Electric Company is a partial owner of ATC. These charges are a combination of both ATC and MISO (Midwest Independent System Operator) charges.
- 1f -- Charges for network transmission services and associated ancillary services. Transmission charges of purchased power suppliers have been included in account 555.

INDEX

<u>Schedule</u>	<u>Page No.</u>
Accrued and prepaid taxes	262-263
Accumulated Deferred Income Taxes	234
	272-277
Accumulated provisions for depreciation of	
common utility plant	356
utility plant	219
utility plant (summary)	200-201
Advances	
from associated companies	256-257
Allowances	208-229
Amortization	
miscellaneous	340
of nuclear fuel	202-203
Appropriations of Retained Earnings	118-119
Associated Companies	
advances from	256-257
corporations controlled by respondent	103
control over respondent	102
interest on debt to	256-257
Attestation	i
Balance sheet	
comparative	110-113
notes to	122-123
Bonds	256-257
Capital Stock	251
expense	254
premiums	252
reacquired	251
subscribed	252
Cash flows, statement of	129-121
Changes	
important during year	108-109
Construction	
work in progress - common utility plant	356
work in progress - electric	216
work in progress - other utility departments	200-201
Control	
corporations controlled by respondent	103
over respondent	102
Corporation	
controlled by	103
incorporated	101
CPA, background information on	101
CPA Certification, this report form	1-11

INDEX (continued)

<u>Schedule</u>	<u>Page No.</u>
Deferred	
credits, other	269
debits, miscellaneous	233
income taxes accumulated - accelerated amortization property	272-273
income taxes accumulated - other property	274-275
income taxes accumulated - other	276-277
income taxes accumulated - pollution control facilities	234
Definitions, this report form	iii
Depreciation and amortization	
of common utility plant	356
of electric plant	219
	336-337
Directors	105
Discount - premium on long-term debt	256-257
Distribution of salaries and wages	354-355
Dividend appropriations	118-119
Earnings, Retained	118-119
Electric energy account	401
Expenses	
electric operation and maintenance	320-323
electric operation and maintenance, summary	323
unamortized debt	256
Extraordinary property losses	230
Filing requirements, this report form	
General information	101
Instructions for filing the FERC Form 1	i-iv
Generating plant statistics	
hydroelectric (large)	406-407
pumped storage (large)	408-409
small plants	410-411
steam-electric (large)	402-403
Hydro-electric generating plant statistics	406-407
Identification	101
Important changes during year	108-109
Income	
statement of, by departments	114-117
statement of, for the year (see also revenues)	114-117
deductions, miscellaneous amortization	340
deductions, other income deduction	340
deductions, other interest charges	340
Incorporation information	101

INDEX (continued)

<u>Schedule</u>	<u>Page No.</u>
Interest	
charges, paid on long-term debt, advances, etc	256-257
Investments	
nonutility property	221
subsidiary companies	224-225
Investment tax credits, accumulated deferred	266-267
Law, excerpts applicable to this report form	iv
List of schedules, this report form	2-4
Long-term debt	256-257
Losses-Extraordinary property	230
Materials and supplies	227
Miscellaneous general expenses	335
Notes	
to balance sheet	122-123
to statement of changes in financial position	122-123
to statement of income	122-123
to statement of retained earnings	122-123
Nonutility property	221
Nuclear fuel materials	202-203
Nuclear generating plant, statistics	402-403
Officers and officers' salaries	104
Operating	
expenses-electric	320-323
expenses-electric (summary)	323
Other	
paid-in capital	253
donations received from stockholders	253
gains on resale or cancellation of reacquired capital stock	253
miscellaneous paid-in capital	253
reduction in par or stated value of capital stock	253
regulatory assets	232
regulatory liabilities	278
Peaks, monthly, and output	401
Plant, Common utility	
accumulated provision for depreciation	356
acquisition adjustments	356
allocated to utility departments	356
completed construction not classified	356
construction work in progress	356
expenses	356
held for future use	356
in service	356
leased to others	356
Plant data	336-337 401-429

INDEX (continued)

<u>Schedule</u>	<u>Page No.</u>
Plant - electric	
accumulated provision for depreciation	219
construction work in progress	216
held for future use	214
in service	204-207
leased to others	213
Plant - utility and accumulated provisions for depreciation	
amortization and depletion (summary)	201
Pollution control facilities, accumulated deferred	
income taxes	234
Power Exchanges	326-327
Premium and discount on long-term debt	256
Premium on capital stock	251
Prepaid taxes	262-263
Property - losses, extraordinary	230
Pumped storage generating plant statistics	408-409
Purchased power (including power exchanges)	326-327
Reacquired capital stock	250
Reacquired long-term debt	256-257
Receivers' certificates	256-257
Reconciliation of reported net income with taxable income	
from Federal income taxes	261
Regulatory commission expenses deferred	233
Regulatory commission expenses for year	350-351
Research, development and demonstration activities	352-353
Retained Earnings	
amortization reserve Federal	119
appropriated	118-119
statement of, for the year	118-119
unappropriated	118-119
Revenues - electric operating	300-301
Salaries and wages	
directors fees	105
distribution of	354-355
officers'	104
Sales of electricity by rate schedules	304
Sales - for resale	310-311
Salvage - nuclear fuel	202-203
Schedules, this report form	2-4
Securities	
exchange registration	250-251
Statement of Cash Flows	120-121
Statement of income for the year	114-117
Statement of retained earnings for the year	118-119
Steam-electric generating plant statistics	402-403
Substations	426
Supplies - materials and	227

INDEX (continued)

<u>Schedule</u>	<u>Page No.</u>
Taxes	
accrued and prepaid	262-263
charged during year	262-263
on income, deferred and accumulated	234
	272-277
reconciliation of net income with taxable income for	261
Transformers, line - electric	429
Transmission	
lines added during year	424-425
lines statistics	422-423
of electricity for others	328-330
of electricity by others	332
Unamortized	
debt discount	256-257
debt expense	256-257
premium on debt	256-257
Unrecovered Plant and Regulatory Study Costs	230

Name of Respondent Edison Sault Electric Company	This Report is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/06	Year of Report Dec. 31, 2005
LIST OF SCHEDULES (Electric Utility) (Continued)			
Title of Schedule (a)	Reference Page No. (b)	Remarks (c)	
MPSC SCHEDULES			
Security Holders and Voting Powers	M 106 - 107	107 NA	
Reconciliation of Deferred Income Tax Expense	117 A-B		
Operating Loss Carry Forward	117 C	NA	
Plant Acquisition Adjustments and Accumulated Provision for Amortization of Plant Acquisition Adjustments	215	NA	
Construction Work in Progress and Completed Construction Not Classified – Electric	216	NA	
Construction Overheads – Electric	217		
General Description of Construction Overhead Procedure	M 218		
Accumulated Provision for Depreciation & Amortization of Non-utility Property	M 221		
Investments	222 – 223		
Notes & Accounts Receivable Summary for Balance Sheet	226 A		
Accumulated Provision for Uncollectible Accounts – Credit	226 A		
Receivables From Associated Companies	226 B		
Production Fuel and Oil Stocks	227 A – B	227 B NA	
Miscellaneous Current & Accrued Assets	230 A	NA	
Preliminary Survey and Investigation Charges	231 A – B	NA	
Deferred Losses from Disposition of Utility Plant	235 A – B	NA	
Unamortized Loss and Gain on Reacquired Debt	237 A – B	NA	
Capital Stock Subscribed, Capital Stock Liability for Conversion, Premium on Capital Stock, and Installments Received on Capital Stock	252		
Securities Issued or Assumed and Securities Refunded or Retired During the Year	255		
Notes Payable	260 A	NA	
Payables to Associated Companies	260 B		
Investment Tax Credits Generated and Utilized	264 – 265	NA	
Miscellaneous Current & Accrued Liabilities	268		
Customer Advances for Construction	268		
Deferred Gains from Disposition of Utility Plant	270 A – B	NA	
Accumulated Deferred Income Taxes – Temporary	277	NA	
Gain or Loss on Disposition of Property	280 A – B	280 A NA	
Income from Utility Plant Leased to Others	281	NA	
Particulars Concerning Certain Other Income Accounts	282		
Electric Operation and Maintenance Expenses (Non-major)	320N – 324N	NA	
Number of Electric Department Employees	324N	NA	
Sales to Railroads & Railways and Interdepartmental Sales	331 A	NA	
Rent From Electric Property & Interdepartmental Rents	331 A		
Sales of Water and Water Power	331 B	NA	
Miscellaneous Service Revenues and Other Electric Revenues	331 B		
Lease Rentals Charges	333 A – D	C & D NA	
Regulatory Commission Expenses	340		
Expenditures for Certain Civic, Political, and Related Activities	341	NA	
Extraordinary Items	342	NA	
Charges for Outside Professional and Other Consultative Services	357		
Summary of Costs Billed to Associated Companies	358 – 359		
Summary of Costs Billed from Associated Companies	360 – 361		
Changes Made or Scheduled to be Made in Generating Plant Capacities	412	NA	
Steam-Electric Generating Plants	413 A – B	NA	
Hydroelectric Generating Plants	414 – 415		
Pumped Storage Generating Plants	416 – 418	NA	
Internal Combustion Engine and Gas Turbine Generating Plants	420 – 421	NA	
Electric Distribution Meters and Line Transformers	429		

Name of Respondent	This Report Is:	Date of Report	Year of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/30/2006	 Dec. 31, 2005

SECURITY HOLDERS AND VOTING POWERS

1. (A) Give the names and addresses of the 10 security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent, prior to the end of the year, had the highest voting powers in the respondent, and state the number of votes which each would have had the right to cast on that date if a meeting were then in order. If any such holder held in trust, give in a footnote the known particulars of the trust (whether voting trust, etc.), duration of trust, and principal holders or beneficiary interests in the trust. If the stock book was not closed or a list of stockholders was not compiled within one year prior to the end of the year, or if since the previous compilation of a list of stockholders, some other class of security has become vested with voting rights, then show such 10 security holders as of the close of the year. Arrange the names of the security holders in the order of voting power, commencing with the highest. Show in column (a) the titles or officers and directors included in such list of 10 security holders.

(B) Give also the name and indicate the voting powers resulting from ownership of securities of the respondents of each officer and director not included in the list of 10 largest security holders.

2. If any security other than stock carries voting rights, explain in a footnote statement the circumstances whereby such security became vested with voting rights and give other important particulars (details) concerning the voting rights of such security. State whether voting rights are actual or contingent; if contingent, describe the contingency.

3. If any class or issue of security has any special privileges in the election of directors, trustees or managers, or in the determination of corporate action by any method, explain briefly in a footnote.

4. Furnish particulars (details) concerning any options, warrants, or rights outstanding at the end of the year for others to purchase securities of the respondent or any securities or other assets owned by the respondent, including prices, expiration dates, and other material information relating to exercise of the options, warrants, or rights. Specify the amount of such securities or assets so entitled to be purchased by any officer, director, associated company, or any of the ten largest security holders. This instruction is inapplicable to convertible securities or to any securities substantially all of which are outstanding in the hands of the general public where the options, warrants, or rights were issued on a prorata basis.

1. Give date of the latest closing of the stock book prior to end of year, and state the purpose of such closing:	2. State the total number of votes cast at the latest general meeting prior to the end of year for election of directors of the respondent and number of such votes cast by proxy:	3. Give the date and place of such meeting:
---	--	---

VOTING SECURITIES

		Number of votes as of (date): December 31, 2004			
Line No.	Name (Title) and Address of Security Holder (a)	Total Votes (b)	Common Stock (c)	Preferred Stock (d)	OTHER (e)
4	TOTAL votes of all voting securities	673,929	673,929		
5	TOTAL number of security holders	1	1		
6	TOTAL votes of security holders listed below	673,929	673,929		
7	Wisconsin Energy Corporation (Parent)	673,929	673,929		
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					

Name of Respondent | This Report Is: | Date of Report | Year of Report
 Edison Sault Electric Company | (1) An Original | (Mo, Da, Yr) |
 | (2) A Resubmission | 04/30/2006 | Dec. 31, 2005

RECONCILIATION OF DEFERRED INCOME TAX EXPENSE

1. Report on this page the charges to accounts 410, 411, and 420 reported in the contra accounts 190, 281, 282, 283, and 284.
2. The charges to the subaccounts of 410 and 411 found on pages 114-117 should agree with the subaccount totals on this page. In the event the deferred income tax expenses reported on pages 114-117 do not directly reconcile with the amounts found on this page, then provide the additional information requested in instruction #3, on a separate page.
3. (a) Provide a detailed reconciliation of the applicable deferred income tax expense subaccount(s) reported on pages 114-117 with the amount reported on this page.
 (b) Identify all contra accounts (other than accounts 190 and 281-284).
 (c) Identify the company's regulatory authority to utilize a contra accounts other than accounts 190 or 281-284 for the recording of deferred income tax expense(s).

Line No.		ELECTRIC UTILITY	GAS UTILITY
1	Debits to Account 410 from:		
2	Account 190	122,844	
3	Account 281	-	
4	Account 282	18,016	
5	Account 283	658,479	
6	Account 284		
7	Reconciling Adjustments		
8	TOTAL Account 410.1 (on pages 114-115, line 14)	\$ 799,339	\$ -
9	TOTAL Account 410.2 (on page 117, line 45)		
10	Credits to Account 411 from:		
11	Account 190	334,199	
12	Account 281		
13	Account 282	42,524	
14	Account 283	412,842	
15	Account 284		
16	Reconciling Adjustments		
17	TOTAL Account 411.1 (on pages 114-115, line 15)	\$ 789,565	\$ -
18	TOTAL Account 411.2 (on page 117, line 46)		
19	Net ITC Adjustment		
20	ITC Utilized for the Year - Debits		
21	ITC Amortized for the Year - Credits	37,687	
22	ITC Adjustments:	-	
23	Adjust last year's estimate to actual per filed return	-	
24	Other (specify)	-	
25	Net Reconciling Adjustments Account 411.4 (on pages 114-115, line 16)	\$ 37,687	\$ -
26	Net Reconciling Adjustments Account 411.5 (on page 117, line 47)		
27	Net Reconciling Adjustments Account 420 (on page 117, line 48)		

Name of Respondent	This Report Is:	Date of Report	Year of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original	(Mo, Da, Yr)	
	(2) <input type="checkbox"/> A Resubmission	04/30/2006	Dec. 31, 2005

RECONCILIATION OF DEFERRED INCOME TAX EXPENSE (Continued)

OTHER UTILITY	TOTAL UTILITY	OTHER INCOME	TOTAL COMPANY	Line No.
	122,844	14,427	137,271	1
	18,016		18,016	2
	658,479	204,096	862,575	3
				4
				5
				6
				7
\$ -	\$ 799,339			8
		\$ 218,523		9
	334,199	51,013	385,212	10
	42,524	335	42,859	11
	412,842	929	413,771	12
				13
				14
				15
				16
\$ -	\$ 789,565			17
		\$ 52,277		18
	37,687	24,671	\$ 62,358	19
				20
				21
				22
				23
				24
\$ -	\$ 37,687	\$ 24,671		25
		\$ -		26
		\$ -		27

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

CONSTRUCTION OVERHEADS - ELECTRIC

- List in column (a) the kinds of overheads according to the titles used by the respondent. Charges for outside professional services for the engineering fees and management or supervision fees capitalized should be shown as separate items.
- On page 218 furnish information concerning construction overheads.
- A respondent should not report "none" to this page if no overhead apportionments are made, but rather

should explain on page 218 the accounting procedures employed and the amounts of engineering, supervision and administrative costs, etc., which are directly charged to construction.

4. Enter on this page engineering, supervision, administrative, and allowance for funds used during construction, etc., which are first assigned to a blanket work order and then prorated to construction jobs.

Line No.	Item (a)	Amount (b)
1	Administrative and General Overheads	
2	Salaries and Office Supplies	421,300
3	Injuries and Damages	45,500
4	Employee Benefits	279,400
5	Pensions	70,200
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39		
40	TOTAL	816,400

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

GENERAL DESCRIPTION OF CONSTRUCTION OVERHEAD PROCEDURE

1. For each construction overhead explain: (a) the nature and extent of work, etc., the overhead charges are intended to cover, (b) the general procedure for determining the amount capitalized, (c) the method of distribution to construction jobs, (d) whether different rates are applied to different types of construction, (e) basis of differentiation in rates for different types of construction, and (f) whether the overhead is directly or indirectly assigned.

2. Show below the computation of allowance for funds used during construction rates, if those differ from the overall rate of return authorized by the Michigan Public Service Commission.

A & G SALARIES AND EXPENSES:

Employees whose time is charged to A & G accounts annually review the amount of time applicable to construction. This is the amount that is applied to construction work orders. In addition, the ratio of this time to total A & G payroll is applied to A & G expenses to determine the amount of A & G expenses to be applied to construction work orders.

OUTSIDE SERVICES:

Applicable to charges associated with the pension and thrift savings plans which are payroll related. The amount applied is based on the ratio of construction payroll to total payroll.

INJURIES AND DAMAGES AND EMPLOYEE BENEFITS:

In order to charge construction with liability hospitalization, and life insurance as well as funded pension cost the ratio of construction payroll to total payroll is applied to these accounts and charged to construction work orders.

ALLOWANCE FOR FUNDS:

Charged to all projects that exceed \$ 50,000 and where on-site construction is required for a period of six months or more. Edison Sault Electric had no AFUDC in 2005.

Name of Respondent	This Report Is:	Date of Report	Year of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/30/2006	Dec. 31, 2005

NONUTILITY PROPERTY (Account 121)

1. Give a brief description and state the location of non utility property included in Account 121.
2. Designate with a double asterisk any property which is leased to another company. State name of lessee and whether lessee is an associated company.
3. Furnish particulars (details) concerning sales, purchases, or transfers of Nonutility Property during the year.
4. List separately all property previously devoted to public service and give date of transfer to Account 121, Nonutility Property.
5. Minor items (5% of the Balance at the End of the Year for Account 121 or \$100,000, whichever is less) may be grouped by (1) previously devoted to public service, (line 44), or (2) other nonutility property (line 45).

Line No.	Description and Location (a)	Balance at Beg. of Year (b)	Purch., Sales, Transfers, etc. (c)	Balance at End of Year (d)
1	138 kv Right of Way (Per 1976 FPC Audit)	7,159		7,159
2	10 Small Land Parcels	3,656		3,656
3	Land Parcel - St. Ignace	1,653		1,653
4	Easement - Sault Division	1,400		1,400
5	Minor Land Parcels	268		268
6	Dafter Land Parcels	48,221	(7,175)	41,046
7	LSSU Stadium Box	14,000	(14,000)	0
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34	TOTAL	\$76,357	(\$21,175)	\$55,182

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF NONUTILITY PROPERTY (Account 122)

Report below the information called for concerning depreciation and amortization of nonutility property.

Line No.	Item (a)	Amount (b)
1	Balance, Beginning of Year	14,010
2	Accruals for Year, Charged to	
3	(417) Income from Nonutility Operations	
4	(418) Nonoperating Rental Income	
5	Other Accounts (Specify):	
6	(425) Amortization Expense NonUtility Property	0
7	TOTAL Accruals for Year (Enter Total of lines 3 thru 6)	0
8	Net Charges for Plant Retired:	
9	Book Cost of Plant Retired	(14,010)
10	Cost of Removal	
11	Salvage (Credit)	
12	TOTAL Net Charges (Enter Total of lines 9 thru 11)	(14,010)
13	Other Debit or Credit Items (Describe):	
14		
15	Balance, End of Year (Enter Total of lines 1, 7, 12, and 14)	0

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

INVESTMENTS (Accounts 123, 124, 136)

1. Report below investments in Accounts 123, Investments in Associated Companies, 124, Other Investments, and 136, Temporary Cash Investments.
2. Provide a subheading for each account and list thereunder the information called for:
 - (a) Investment in Securities - List and describe each security owned, giving name of user, date acquired and date of maturity. For bonds, also give principal amount, date of issue, maturity, and interest rate. For capital stock (including capital stock of respondent reacquired under a definite plan for resale pursuant to authorization by the Board of Directors, and included in Account 124, Other Investments), state number of shares, class, and series of stock. Minor investments may be grouped by classes. Investments included in Account 136, Temporary Cash Investments, also may be grouped by classes.
 - (b) Investment Advances - Report separately for each person or company the amounts of loans or investment advances which are properly includable in Account 123. Advances subject to current repayment should be included in Accounts 145 and 146. With respect to each advance, show whether the advance is a note or an open account.

Line No.	Description of Investment (a)	Book Cost at Beginning of Year (If book cost is different from cost to respondent, give cost to respondent in a footnote and explain difference.) (b)	Purchases or Additions During Year (c)
1	Account 124		
2			
3	Cash Surrender Value of Life Insurance Policies	553,258	44,181
4			
5			
6			
7	ATC - Other Investments	22,436,446	5,467,661
8			
9	TOTAL	22,989,704	5,511,842
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39			
40			
41			
42	TOTAL	22,989,704	5,511,842

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

INVESTMENTS (Accounts 123, 124, 136) (Continued)

Each note should be listed giving date of issuance, maturity date, and specifying whether note is a renewal. Designate any advances due from officers, directors, stockholders, or employees. Exclude amounts reported on page 229.

3. For any securities, notes or accounts that were pledged designate with an asterisk such securities, notes, or accounts and in a footnote state the name of pledgee and purpose of the pledge.
4. If Commission approval was required for any advance made or security acquired, designate such fact in a footnote and give name of Commission, date of authorization, and case or docket number.
5. Report in column (g) interest and dividend revenues from investments including such revenues from securities disposed of during the year.
6. In column (h) report for each investment disposed of during the year the gain or loss represented by the difference between cost of the investment (or the other amount at which carried in the books of account if different from cost) and the selling price thereof, not including any dividend or interest adjustment includible in column (g).

Sales or Other Dispositions During Year (d)	Principal Amount or No. of Shares at End of Year (e)	Book Cost at End of Year (If book cost is different from cost to respondent, give cost to respondent in a footnote and explain difference.) (f)	Revenues for Year (g)	Gain or Loss from Investment Disposed of (h)	Line No.
0		597,439			1
					2
					3
					4
					5
3,293,565		24,610,542			6
					7
3,293,565		25,207,981			8
					9
					10
					11
					12
					13
					14
					15
					16
					17
					18
					19
					20
					21
					22
					23
					24
					25
					26
					27
					28
					29
					30
					31
					32
					33
					34
					35
					36
					37
					38
					39
					40
					41
3,293,565	0	25,207,981	0	0	42

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

NOTES AND ACCOUNTS RECEIVABLE SUMMARY FOR BALANCE SHEET

Show separately by footnote the total amount of notes and accounts receivable from directors, officers, and employees included in Notes Receivable (Account 141) and Other Accounts Receivable (Account 143).

Line No.	Accounts (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Notes Receivable (Account 141)		
2	Customer Accounts Receivable (Account 142)	\$ 3,418,096	\$ 4,061,506
3	Other Accounts Receivable (Account 143)* (Disclose any capital stock subscriptions received)	541,989	10,692
4	TOTAL	\$ 3,960,085	\$ 4,072,198
5	Less: Accumulated Provision for Uncollectible Accounts-Cr. (Account 144)	32,000	32,000
6	TOTAL, Less Accumulated Provision for Uncollectible Accounts	\$3,928,085	\$ 4,040,198
7			
8	*Account 143-Receivables from Directors, Officers, and Employees	\$ 8,916	\$ 14,458
9			
10			
11			
12			
13			
14			

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNT-CR. (Account 144)

- Report below the information called for concerning this accumulated provision.
- Explain any important adjustments of subaccounts
- Entries with respect to officers and employees shall not include items for utility services.

Line No.	Item (a)	Utility Customers (b)	Merchandise Jobbing and Contract Work (c)	Officers and Employees (d)	Other (e)	Total (f)
1	Balance beginning of year	\$ 32,000				\$ 32,000
2	Prov for uncollectibles for current year	(38,119)				(38,119)
3	Accounts written off	(4,765)				(4,765)
4	Coll. Of accounts written off					
5	Adjustments (explain): Recoveries	42,884				42,884
6	Balance end of year	\$ 32,000				\$ 32,000
7						
8						
9						
10						
11						

Name of Respondent	This Report Is:	Date of Report	Year of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/30/2006	 Dec. 31, 2005

RECEIVABLES FROM ASSOCIATED COMPANIES (Accounts 145,146)

- | | |
|---|--|
| <p>1. Report particulars of notes and accounts receivable from associated companies* at end of year.</p> <p>2. Provide separate headings and totals for Accounts 145, Notes Receivable from Associated Companies, and 146, Accounts Receivable from Associated Companies, in addition to a total for the combined accounts.</p> <p>3. For notes receivable, list each note separately and state purpose for which received. Show also in column (a) date of note, date of maturity and interest rate.</p> | <p>4. If any note was received in satisfaction of an open account, state the period covered by such open account.</p> <p>5. Include in column (f) interest recorded as income during the year including interest on accounts and notes held any time during the year.</p> <p>6. Give particulars of any notes pledged or discounted, also of any collateral held as guarantee of payment of any note or account.</p> |
|---|--|

* NOTE: "Associated companies" means companies or persons that, directly or indirectly, through one or more intermediaries, control, or are controlled by, or are under common control with, the accounting company. This includes related parties.

"Control" (including the terms "controlling", "controlled by", and "under common control with") means the possession, directly or indirectly, of the power to direct or cause the direction of the management and policies of a company, whether such power is exercised through one or more intermediary companies, or alone, or in conjunction with, or pursuant to an agreement, and whether such power is established through a majority or minority ownership or voting of securities, common directors, officers, or stockholders, voting trusts, holding trusts, associated companies, contract or any other direct or indirect means.

Line No.	Particulars (a)	Balance Beginning of Year (b)	Totals for Year		Balance End of Year (e)	Interest for Year (f)
			Debits (c)	Credits (d)		
1	Account 146					
2	Northern Tree Service	3,554	26,422	28,744	1,232	--
3	Wisconsin Electric	570	38,805	39,375	--	--
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34	TOTAL	4,124	65,227	68,119	1,232	--

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

PRODUCTION FUEL AND OIL STOCKS (Included in Account 151)

1. Report below the information called for concerning production fuel and oil stock.
2. Show quantities in tons of 2000 lb. Barrels (42 gals.) or Mcf., whichever unit of quantity is applicable.
3. Each kind of coal or oil should be shown separately.
4. If the respondent obtained any of its fuel from its own coal mines or oil or gas lands or leases or from affiliated companies, a statement should be submitted showing the quantity of such fuel so obtained, the quantity used and quantity on hand, and cost of the fuel classified as to the nature of the costs and expenses incurred with appropriate adjustment for the inventories at beginning and end of year.

Line No.	Item (a)	Total Cost (b)	KINDS OF FUEL AND OIL	
			Quantity (c)	Cost (d)
1	On hand beginning of year	12,494	207	12,49
2	Received during year	153,217	1,562	153,21
3	TOTAL	165,711	1,769	165,71
4				
5	Used during year (specify department)			
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17	Diesel Fuel Used	124,701	1,678	124,70
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37	Sold or transferred			
38				
39	TOTAL DISPOSED OF	124,701	1,678	124,70
40	BALANCE END OF YEAR	41,010	91	41,010

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

CAPITAL STOCK SUBSCRIBED, CAPITAL STOCK LIABILITY FOR CONVERSION, PREMIUM ON
CAPITAL STOCK AND INSTALLMENTS RECEIVED ON CAPITAL STOCK
(Accounts 202 & 205, 203 & 206, 207, 212)

- | | |
|--|---|
| <p>1. Show for each of the above accounts the amounts applying to each class and series of capital stock.</p> <p>2. For Account 202, <i>Common Stock Subscribed</i>, and Account 205, <i>Preferred Stock Subscribed</i>, show the subscription price and the balance due on each class at the end of year.</p> <p>3. Describe in a footnote the agreement and transactions under which a conversion liability existed.</p> | <p>under Account 203, <i>Common Stock Liability for Conversion</i>, or Account 206, <i>Preferred Stock Liability for Conversion</i>, at the end of the year.</p> <p>4. For Premium on Account 207, <i>Capital Stock</i>, designate with a double asterisk any amounts representing the excess of consideration received over stated values of stocks without par value.</p> |
|--|---|

Line No.	Name of Account & Description of Item (a)	NUMBER OF Shares (b)	Amount (c)
1	Account 207-Premium on Capital Stock		
2			
3	Premium on Common Stock issued in connection with		
4	conversion of 12,000 shares of 4-3/4% convertible		
5	Preferred Stock on April 24, 1963.	17,391	213,040
6			
7	Premium on Common Stock issued in connection with		
8	conversion of 5,000 shares of 4-3/4% convertible		
9	Preferred Stock on December 8, 1964.	7,246	88,770
10			
11	Premium on Common Stock issued in connection with		
12	conversion of 14,000 shares of 5-3/4% convertible		
13	Preferred Stock on December 8, 1964.	16,666	266,670
14			
15	Premium on Common Stock issued in connection with		
16	conversion of 1,000 shares of 4-3/4% convertible		
17	Preferred Stock on April 13, 1966.	1,449	17,755
18			
19	Premium on Common Stock issued in connection with		
20	conversion of 6,000 shares of 4-3/4% convertible		
21	Preferred Stock on April 24, 1973.	12,500	87,500
22			
23	Premium on Common Stock issued in connection with		
24	conversion of 14,000 shares of 5-3/4% convertible		
25	Preferred Stock on July 31, 1985.	28,700	\$ 206,500
26			
27	Premium on Common Stock issued in connection with		
28	the Dividend Reinvestment and Common Stock Purchase		
29	Plan during:		
30	1980	4,993	24,390
31	1981	20,545	86,129
32	1982	23,142	102,403
33	1983	28,231	188,440
34	1984	14,504	119,856
35	1988	15,749	319,045
36			
37			
38			
39			
40	TOTAL	191,116	1,720,498

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

SECURITIES ISSUED OR ASSUMED AND SECURITIES REFUNDED OR RETIRED
DURING THE YEAR

1. Furnish a supplemental statement giving a brief description of security financing and refinancing transactions during the year and the accounting for the securities, discounts, premiums, expenses, and related gains or losses. Identify as to Commission authorization numbers and dates.
2. Furnish particulars (details) showing fully the accounting for the total principal amount, par value, or stated value of each class and series of security issued, assumed, retired, or refunded and the accounting for premiums, discounts, expenses, and gains or losses relating to the securities. Set forth the facts of the accounting clearly with regard to redemption premiums, unamortized discounts, expenses, and gains or losses relating to securities retired or refunded, including the accounting for such amounts carried in the respondent's accounts at the date of the refunding or refinancing transactions with respect to securities previously refunded or retired.
3. Include in the identification of each class and series of security, as appropriate, the interest or dividend rate, nominal date of issuance, maturity date, aggregate principal amount, par value or stated value, and number of shares. Give also the issuance of redemption price and name of the principal underwriting firm through which the security transactions were consummated.
4. Where the accounting for amounts relating to securities refunded or retired is other than that specified in General Instruction 16 of the Uniform System of Accounts, give references to the Commission authorization for the different accounting and state the accounting method.
5. For securities assumed, give the name of the company for which the liability on the securities was assumed as well as particulars (details) of the transactions whereby the respondent undertook to pay obligations of another company. If any unamortized discounts, premiums, expenses, and gains or losses were taken over onto the respondent's books, furnish details of these amounts with amounts relating to refunded securities clearly earmarked.

Retire Long-term Debt:

Dr.	221 Long-term Debt	\$	1,331,000
	Various Rate Energy Thrift		
	Notes (7.2% - 8%)		
Cr.	131 Cash	\$	1,331,000

Retire Long-Term Debt:

Dr.	223 Long-Term Debt (6.886%)	1,000,000	
Cr.	131 Cash		1,000,000

Name of Respondent	This Report Is:	Date of Report	Year of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/30/2006	Dec. 31, 2005

PAYABLES TO ASSOCIATED COMPANIES* (Accounts 233,234)

- | | |
|--|---|
| <p>1. Report particulars of notes and accounts payable to associated companies at end of year.</p> <p>2. Provide separate totals for Accounts 233, Notes Payable to Associated Companies, and 234, Accounts Payable to Associated Companies, in addition to a total for the combined accounts.</p> <p>3. List each note separately and state the purpose for which issued. Show also in column (a) date of note, maturity and interest rate.</p> | <p>4. Include in column (f) the amount of any interest expense during the year on notes or accounts that were paid before the end of the year.</p> <p>5. If collateral has been pledged as security to the payment of any note or account, describe such collateral.</p> <p>* See definition on page 226B</p> |
|--|---|

Line No.	Particulars (a)	Balance Beginning of Year (b)	Totals for Year		Balance End of Year (e)	Interest for Year (f)
			Debits (c)	Credits (d)		
1						
2						
3	WEC (Parent Company)					
4						
6	Long-Term Notes Payable					
7	(Interest Rate 6.886%)	13,500,000	1,000,000	--	12,500,000	955,433
9						
10	Long-Term Notes Payable					
11	Current Portion	1,000,000	--	--	1,000,000	--
12						
13	Short-Term Notes Payable					
14	Daily Negotiated Rate	2,400,000	2,793,858	5,693,858	5,300,000	153,428
15	TOTAL Accounts 223, 231 & 233	\$ 16,900,000	\$ 3,793,858	\$ 5,693,858	\$ 18,800,000	\$ 1,108,861
16						
17						
18						
19	WEC (Parent Company):					
20	Intercompany Transactions	24,060	248,715	272,929	48,274	
21	Interest Short-Term Notes	12,199	139,788	153,428	25,839	
22	Interest Long-Term Notes	249,617	972,648	955,433	232,402	
23	Dividend Payable	--	2,000,000	2,000,000	--	
24	Total	285,876	3,361,151	3,381,790	306,515	
25						
26	Northern Tree Svc. (Sub of Parent):					
27	Intercompany Transactions	--	--	--	--	
28	Services	28,046	387,202	395,180	36,024	
29	Total	28,046	387,202	395,180	36,024	
30						
31	Wisconsin Electric (Sub.of Parent):					
32	Purchased Power Costs	1,282,670	19,361,982	21,250,566	3,171,254	
33	Transmission of Electricity by Other	30,657	350,521	350,521	30,657	
34	Intercompany Transactions	(11,585)	730,813	988,000	245,602	
35	Construction	--	--	--	--	
36	Total	1,301,742	20,443,316	22,589,087	3,447,513	
37						
38	TOTAL ACCOUNT 234	1,615,664	24,191,669	26,366,057	3,790,052	
39						
40						
41						
42	TOTAL	\$ 18,515,664	\$ 27,985,527	\$ 32,059,915	\$ 22,590,052	\$ 1,108,861

Name of Respondent Edison Sault Electric Company		This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES (Account 242)				
1. Give description and amount of other current and accrued liabilities as of the end of year. 2. Minor items may be grouped by classes, showing number of items in each class.				
Line No.	Item (a)	Balance End of Year (b)		
1	Accrued Professional Fees	90,000		
2	Various Payroll Deduction Plans	335,489		
3	Unclaimed Property	2,625		
4	Renewable Energy	10,189		
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20	TOTAL	438,303		

CUSTOMER ADVANCES FOR CONSTRUCTION (Account 252)				
Line No.	List advances by department (a)	Balance End of Year (b)		
21	Electric:			
22	Residential	326,873		
23	Commercial	349,895		
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40	TOTAL	676,768		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

GAIN OR LOSS ON DISPOSITION OF PROPERTY (Accounts 421.1 and 421.2) (Continued)

1. Give a brief description of property creating the gain or loss. Include name of party acquiring the property (when acquired by another utility or associated company) and the date transaction was completed. Identify property by type: Leased, Held for Future Use, or Nonutility.
2. Individual gains or losses relating to property with an original cost of less than \$100,000 may be grouped with the number of such transactions disclosed in column (a).
3. Give the date of Commission approval of journal entries in column (b), when approval is required. Where approval is required but has not been received, give explanation following the item in column (a). (See account 102, Utility Plant Purchased or Sold.)

Item (a)	Original Cost of Related Property (b)	Date Journal Entry Approved (When Required) (c)	Account 421.1 (d)	Account 421.2 (e)	Line No.
Loss on disposition of property:					
Sale of four vehicles	97,722	N/A		16,137	1
					2
					3
					4
					5
					6
					7
					8
					9
					10
					11
					12
					13
					14
					15
					16
					17
					18
					19
					20
					21
					22
					23
					24
					25
					26
					27
					28
					29
Total Loss	97,722			16,137	30

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

PARTICULARS CONCERNING CERTAIN OTHER INCOME ACCOUNTS (415, 416, 417, 417.1, 418, 418.1, 419, 421)

1. Report in this schedule the information specified in the instructions below for the respective other income accounts. Provide a conspicuous subheading for each account and show a total for the account. Additional columns may be added for any account if deemed necessary.
2. **Merchandising, Jobbing and Contract Work (Accounts 415 and 416)** - Describe the general nature of merchandising, jobbing and contract activities. Show revenues by class of activity, operating expenses classified as to operation, maintenance, depreciation, rents and net income before taxes. Give the bases of any allocations of expenses between utility and merchandising, jobbing and contract work activities.
3. **Nonutility Operations (Accounts 417 and 417.1)** - Describe each nonutility operations and show revenues, operating expenses classified as to operation, maintenance, depreciation, rents, amortization, and net income before taxes, from the operation. Give the bases of any allocations of expenses between utility and nonutility operations. The book cost of property classified as nonutility operations should be included in Account 121.
4. **Nonoperating Rental Income (Account 418)** - For each major item of miscellaneous property included in Account 121, Nonutility Property, which is not used in operations for which income is included in Account 417, but which is leased or rented to others, give name of lessee, brief description of property, effective date and expiration date of lease, amount of rent revenues, operating expenses classified as to operation, maintenance, depreciation, rents, amortization, and net income, before taxes, from the rentals. If the property is leased on a basis other than that of a fixed annual rental, state the method of determining the rental. Minor items may be grouped by classes, but the number of items so grouped should be shown. Designate any lessees which are associated companies.
5. **Equity in earnings of subsidiary companies (Account 418.1)** - Report the utility's equity in the earnings or losses of each subsidiary company for the year.
6. **Interest and Dividend Income (Account 419)** - Report interest and dividend income, before taxes, identified as to the asset account or group of accounts in which are included the assets from which the interest or dividend income was derived. Income derived from investments, Accounts 123, 124 and 136 may be shown in total. Income from sinking and other funds should be identified with the related special funds. Show also expenses included in Account 419 as required by the Uniform System of Accounts.
7. **Miscellaneous Nonoperating Income (Account 421)** - Give the nature and source of each miscellaneous nonoperating income, and expense and the amount for the year. Minor items may be grouped by classes.

Line No.	Item (a)	Amount (b)
1	Account 419 - Interest and Dividend Income	
2	Early Sales Tax Payment Credit	3,891
3		
4		
5	Account 421 - Other Income	
6	American Transmission Company	4,191,250
7	Miscellaneous - Other Income	17,189
8	Loss on Sale of Vehicles	(16,137)
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39		
40	TOTAL	4,196,193

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

SALES TO RAILROADS AND RAILWAYS AND INTERDEPARTMENTAL SALES (Accounts 446, 448)

- Report particulars concerning sales included in Accounts 446 and 448.
- For Sales to Railroads and Railways, Account 446, give name of railroad or railway in addition to other required information. If contract covers several points of delivery and small amounts of electricity are delivered at each point, such sales may be grouped.
- For Interdepartmental Sales, Account 448, give name of other department and basis of charge to other department in addition to other required information.
- Designate associated companies.
- Provide subheading and total for each account.

Line No.	Item (a)	Point of Delivery (b)	Kilowatt-hours (c)	Revenue (d)	Revenue per kwh (in cents) (e)
1				N/A	
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					

RENT FROM ELECTRIC PROPERTY AND INTERDEPARTMENTAL RENTS (Accounts 454, 455)

- Report particulars concerning rents received included in Accounts 454 and 455.
- Minor rents may be grouped by classes.
- If rents are included which were arrived at under an arrangement for apportioning expenses of a joint facility, whereby the amount included in this account represents profit or return on property, depreciation and taxes, give particulars and the basis of apportionment of such charges to Accounts 454 or 455.
- Designate if lessee is an associated company.
- Provide a subheading and total for each account.

Line No.	Name of Lessee or Department (a)	Description of Property (b)	Amount of Revenue for Year (c)
16	Various Pole Attachments		80,756
17	Various Property Rentals		3,000
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			\$ 83,756

Name of Respondent Edison Sault Electric Company		This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
SALES OF WATER AND WATER POWER (Account 453)				
<p>1. Report below the information called for concerning revenues derived during the year from sales to others of water or water power.</p> <p>2. In column (c) show the name of the power development of the respondent supplying the water or water power sold.</p> <p>3. Designate associated companies.</p>				
Line No.	Name of Purchaser (a)	Purpose for Which Water Was Used (b)	Power Plant Development Supplying Water or Water Power (c)	Amount of Revenue for Year (d)
1				
2			N/A	
3				
4				
5				
6				
7				
8				
9				
10	Total			-
MISCELLANEOUS SERVICE REVENUES AND OTHER ELECTRIC REVENUES (Accounts 451, 456)				
<p>1. Report particulars concerning miscellaneous service revenues and other electric revenues derived from electric utility operations during year. Report separately in this schedule the total revenues from operation of fish and wildlife and recreation facilities, regardless of whether such facilities are operated by company or by contract concessionaires. Provide a subheading and total for each account. For Account 456, list first revenues realized through Research and Development ventures, see Account 456.</p> <p>2. Designate associated companies.</p> <p>3. Minor items may be grouped by classes.</p>				
Line No.	Name of Company and Description of Service (a)	Amount of Revenue for Year (b)		
11	Reconnect Fees	11,325		
12	Net Income from Temporary Facilities Charges	4,168		
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30	Total	15,493		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

LEASE RENTALS CHARGED

1. For purposes of this schedule a "lease" is defined as a contract or other agreement by which one party (lessor) conveys an intangible right or land or other tangible property and equipment to another (lessee) for a specified period of one year or more for rent.
2. Report below, for leases with annual charges of \$25,000 or more, but less than \$250,000 the data called for in columns a, b (*description only*), f, g, and j.
3. For leases having annual charges of \$250,000 or more, report the data called for in all the columns below.
4. The annual charges referred to in Instruction 2 and 3 include the basic lease payment and other payments to or on behalf of the lessor such as taxes, depreciation, assumed interest or dividends on the lessor's securities, cost of replacements** and other expenditures with respect to leased property. The expenses paid by lessee are to be itemized in column (e) below.
5. Leases of construction equipment in connection with construction work in progress are not required to be reported herein. Continuous, master or open-end leases for EDP or office equipment, automobile fleets and other equipment that is short-lived and replaced under terms of the lease or for pole rentals shall report only the data called for in columns a, b (*description only*), f, g, and j, unless the lessee has the option to purchase the property.
6. In column (a) report the name of the lessor. List lessors which are associated companies * (describing association) first, followed by non-associated lessors.
7. In column (b) for each leasing arrangement, report in order, classified by generating station, transmission line, distribution system, large substation, or other operating unit or system, followed by any other leasing arrangements not covered under the preceding classifications:

A. LEASE RENTALS CHARGED TO ELECTRIC OPERATING EXPENSES

Line No.	Name of Lessor (a)	Basic Details of Lease (b)	Terminal Dates of Lease, Primary (P) or Renewal (R) (c)
1	United States of America	Lease of any surplus water available to the United States in the St. Marys River, Sault Ste. Marie, Michigan, which is not required for the operations of facilities owned by the United States	12/31/2050
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39			
40			

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

LEASE RENTALS CHARGED (Continued)

Description of the property, whether lease is a sale and leaseback, whether lease has option to purchase and conditions of purchase, whether lease is cancellable by either party and the cancellation conditions, the tax treatment used, the accounting treatment of the lease payments (levelized charges to expense or other treatment), the basis of any charges apportioned between the lessor and lessee, and the responsibility of the respondent for operation and maintenance expenses and replacement of property. The above information is to be reported with initiation of the lease and thereafter when changed or every five years, which ever occurs first.

8. Report in column (d), as of the date of the current lease term, the original cost of the property leased, estimated if not known, or the fair market of the property if greater than original cost and indicate as shown. If leased property is part of a large unit, such as part of a building, indicate without associating any cost or value with it.

9. Report in column (k) below the estimated remaining annual charges under the current term of the lease. Do not apply a present value to the estimate. Assume that cancellable leases will not be cancelled when estimating the remaining charges.

* See definition on page 226(B).

A. LEASE RENTALS CHARGED TO ELECTRIC OPERATING EXPENSES

Original Cost (O) or Fair Market Value (F) of Property (d)	Expenses to be Paid by Lessee Itemize (e)	AMOUNT OF RENT - CURRENT TERM				Account Charged (j)	Remaining Annual Charges Under Lease Est. if Not Known (k)	Line No.
		Current Year		Accumulated to Date				
		Lessor (f)	Other (g)	Lessor (h)	Other (i)			
N/A	None	978,126		15,359,986		100,000 min	1	
							2	
							3	
							4	
							5	
							6	
							7	
							8	
							9	
							10	
							11	
							12	
							13	
							14	
							15	
							16	
							17	
							18	
							19	
							20	
							21	
							22	
							23	
							24	
							25	
							26	
							27	
							28	
							29	
							30	
							31	
							32	
							33	
							34	
							35	
							36	
							37	
							38	
							39	
							40	

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

PARTICULARS CONCERNING CERTAIN INCOME DEDUCTIONS AND INTEREST CHARGES ACCOUNTS

Report the information specified below, in the order given, for the respective income deduction and interest charges accounts. Provide a subheading for each account and a total for the account. Additional columns may be added if deemed appropriate with respect to any account.

(a) *Miscellaneous Amortization* (Account 425)—Describe the nature of items included in this account, the contra account charged, the total of amortization charges for the year, and the period of amortization.

(b) *Miscellaneous Income Deductions*—Report the nature, payee, and amount of other income deductions for the year as required by Accounts 426.1, Donations; 426.2, Life Insurance; 426.3, Penalties; 426.4, Expenditures for Certain Civic, Political and Related Activities; and 426.5, Other Deductions, of the Uniform System of Accounts. Amounts of less than 5% of each account total for the year (or \$ 1,000, whichever is greater) may be grouped by classes within the above accounts.

(c) *Interest on Debt to Associated Companies*

(Account 430)—For each associated company to which interest on debt was incurred during the year, indicate the amount and interest rate respectively for (a) advances on notes, (b) advances on open account, (c) notes payable,

(d) accounts payable, and (e) other debt, and total interest. Explain the nature of other debt on which interest was incurred during the year.

(d) *Other Interest Expense* (Account 431)—Report particulars (details) including the amount and interest rate for other interest charges incurred during the year.

Line No.	Item (a)	Amount (b)
1	ACCOUNT 426 - MISCELLANEOUS INCOME DEDUCTIONS	
2		
3	DONATIONS-426.1	
4	American Legion	1,200
5	Soo Locks Visitor Center	2,500
6	City of SSM-Tree Planting	1,000
7	United Way	11,949
8	Mackinac Straits Hospital	2,450
9	Miscellaneous (Under \$ 1,000)	7,470
10	Chippewa County Fair	4,286
11	MI Colleges	2,100
12	Sault Tribe Golf Scholarship	1,200
13	American Red Cross	5,655
14	Rudyard Youth Advisory Council	2,500
15	Schoolcraft County	3,000
16	Kids Fishing Day	1,375
17		
18	OTHER DEDUCTIONS-426.1	
19	Business Gifts	1,894
20	Sport Teams	9,269
21		
22	Total 426.1	57,848
23		
24	PSCR Refund Interest-426.2	(22,597)
25	Life Insurance-426.3	113,751
26	Life Insurance/Loan Insurance-426.6	18,168
27		
28		
29	TOTAL ACCOUNT 426	167,170
30		
31		
32	ACCOUNT 430	
33	Interest WEC Short-Term Debt (6.189% to 6.460%)	153,428
34	Interest WEC Long-Term Debt (6.886%)	955,433
35		
36	TOTAL ACCOUNT 430	1,108,861
37		
38	ACCOUNT 431	
39	Cust Dep Interest (Residential 9%, Commercial 7%)	11,515
40	Energy Thrift Note Interest (7.2% to 8%)	114,057
41	Miscellaneous Interest Expense	935
42		
43	TOTAL ACCOUNT 431	126,507
44		
45		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

CHARGES FOR OUTSIDE PROFESSIONAL AND OTHER CONSULTATIVE SERVICES

1. Report the information specified below for all charges made during the year included in any account (including plant accounts) for outside consultative and other professional services. (These services include rate, management, construction, engineering, research, financial, valuation, legal, accounting, purchasing, advertising, labor relations, and public relations, rendered the respondent under written or oral arrangement, for which aggregate payments were made during the year to any corporation, partnership, organization of any kind, or individual (other than for services as an employee or for payments made for medical and related services) amounting to more than \$25,000, including payments for legislative services, except those which should be reported in Account 426.4, Expenditures for Certain Civic, Political and Related Activities.)
 - (a) Name and address of person or organization rendering services,
 - (b) description of services received during year and project or case to which services relate,
 - (c) basis of charges,
 - (d) total charges for the year, detailing utility department and account charged.
2. For any services which are of a continuing nature, give the date and term of contract and date of Commission authorization, if contract received Commission approval.
3. Designate with an asterisk associated companies.

Line No.	Paid to (Name and Address) (a)	Description of Service Rendered (b)	Account Charged (c)	Amount (d)
1	Dykema Gossett PLLC	Legal Services	923	27,476
2	Detroit, MI 48279			
3				
4				
5	Novak Engineering, Inc.	Engineering Services	923	58,657
6	Jackson, MI 49201			
7				
8				
9	Trimedia Consultants	Engineering Services	923	32,947
10	Marquette, MI 49855			
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36	TOTAL			\$ 119,080

Name of Respondent	This Report Is:	Date of Report	Year of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/30/2006	 Dec. 31, 2005

SUMMARY OF COSTS BILLED TO ASSOCIATED COMPANIES

1. In column (a) report the name of the associated company.
2. In column (b) describe the affiliation (percentage ownership, etc.)
3. In column (c) describe the nature of the goods and services provided (administrative and general expenses, dividends declared, etc.)
4. In columns (d) and (e) report the amount classified to operating income and the account(s) in which reported.

Line No.	Company (a)	Affiliation (b)	Description: Nature of Goods and Services (c)	Account Number (d)	Amount Classified to Operating Income (e)
1	Northern Tree Service, Inc.	Sub of Parent	Administrative & General:		
2			Overheads	923,926	\$ 5,700
3	Northern Tree Service, Inc.	Sub of Parent	Labor Charges	920	8,185
4	Northern Tree Service, Inc.	Sub of Parent	Communication Charges	932	4,199
5	Northern Tree Service, Inc.	Sub of Parent	Transportation Charges	925	605
6	Northern Tree Service, Inc.	Sub of Parent	Accounting Services	923	400
7	Northern Tree Service, Inc.	Sub of Parent	Merchandise Sales	921	562
8	Northern Tree Service, Inc.	Sub of Parent	Miscellaneous Charges	923	645
9	Northern Tree Service, Inc.	Sub of Parent	Property Sales		
10					
11			Subtotal		20,296
12					
13	Wisconsin Electric Company	Parent Company	Transmission Redispatch	565	38,805
14					
15	Wisconsin Electric Company	Parent Company	Wholesale Revenue	447	134,354
16					
17			Total		193,455
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
TOTAL					\$ 193,455

Name of Respondent	This Report Is:	Date of Report	Year of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/30/2006	Dec. 31, 2005

SUMMARY OF COSTS BILLED TO ASSOCIATED COMPANIES (Continued)

5. In columns (f) and (g) report the amount classified to non-operating income and the accounts in which reported.
6. In columns (h) and (i) report the amount classified to the balance sheet and the accounts in which reported.
7. In column (j) report the total.
8. In column (k) indicate the pricing method (cost, per contract terms, etc.)

Account Number (f)	Amount Classified to Non-operating Income (g)	Account Number (h)	Amount Classified to Balance Sheet (i)	Total (j)	Pricing Method (k)	Line No.
				\$ 5,700	Cost	1
				8,185	Cost	2
				4,199	Cost	3
				605	Cost	4
				400	Cost	5
				562	Cost	6
				645	Cost	7
		101	6,126	6,126	Cost	8
						9
			6,126	26,422	Subtotal	10
						11
				38,805	Cost	12
						13
				134,354	Cost	14
						15
				199,581	Total	16
						17
						18
						19
						20
						21
						22
						23
						24
						25
						26
						27
						28
						29
						30
						31
						32
						33
						34
						35
						36
						37
	\$0		\$6,126	\$199,581		

Name of Respondent	This Report Is:	Date of Report	Year of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/30/2006	 Dec. 31, 2005

SUMMARY OF COSTS BILLED FROM ASSOCIATED COMPANIES

1. In column (a) report the name of the associated company.
2. In column (b) describe the affiliation (percentage ownership, etc.)
3. In column (c) describe the nature of the goods and services provided (administrative and general expenses, dividends declared, etc.)
4. In columns (d) and (e) report the amount classified to operating income and the account(s) in which reported.

Line No.	Company (a)	Affiliation (b)	Description: Nature of Goods and Services (c)	Account Number (d)	Amount Classified to Operating Income (e)
1	Wisconsin Energy Corporation	Parent Company	Short-Term/Long-Term Debt		
2			Transactions		-
3			Interest on Above Notes		
4			Dividend to Parent		
5					
6			Allocation of Charges	923	272,929
7					
8			Total		\$ 272,929
9					
10	Northern Tree Service, Inc.	Sub Of Parent	Tree Trimming Services	593	395,180
11					
12			Radio Tower Rent	583	4,200
13					
14			Total	\$ 399,380	
15					
16	Wisconsin Electric	Sub Of Parent	Allocation Costs	Various O & M Expenses	988,000
17					
18					
19			Purchased Power Costs	555	21,238,303
20					
21			Trans Elec of Others	565	350,521
22					
23			Total	\$ 22,576,824	
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
TOTAL					\$ 23,249,133

Name of Respondent	This Report Is:	Date of Report	Year of Report
Edison Sault Electric Company	(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 04/30/2006	Dec. 31, 2005

SUMMARY OF COSTS BILLED FROM ASSOCIATED COMPANIES (Continued)

5. In columns (f) and (g) report the amount classified to non-operating income and the accounts in which reported.
6. In columns (h) and (i) report the amount classified to the balance sheet and the accounts in which reported.
7. In column (j) report the total.
8. In column (k) indicate the pricing method (cost, per contract terms, etc.)

Account Number (f)	Amount Classified to Non-Operating Income (g)	Account Number (h)	Amount Classified to Balance Sheet (i)	Total (j)	Pricing Method (k)	Line No.
		233	5,693,858	5,693,858	Cost	1
430	1,108,861			1,108,861	Cost	2
			2,000,000	2,000,000	Cost	3
				272,929	Cost	4
					Cost	5
				272,929	Cost	6
					Cost	7
	\$ 1,108,861		\$ 7,693,858	\$ 9,075,648	Total	8
				395,180	Cost	9
				4,200	Cost	10
					Cost	11
				4,200	Cost	12
	\$ -		\$ -	\$ 399,380	Total	13
					Cost	14
				988,000	Cost	15
					Cost	16
					Cost	17
					Cost	18
				21,238,303	Cost	19
					Cost	20
				350,521	Cost	21
					Cost	22
	\$ -		\$ -	\$ 22,576,824	Total	23
					Total	24
					Total	25
					Total	26
					Total	27
					Total	28
					Total	29
					Total	30
					Total	31
					Total	32
					Total	33
					Total	34
					Total	35
					Total	36
					Total	37
	\$ 1,108,861		\$ 7,693,858	\$ 32,051,852		

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

HYDROELECTRIC GENERATING PLANTS

- Report on this page Hyrdo plants of 10,000 Kw (name plate rating) or more of installed capacity.
- Report the information called for concerning generating plants and equipment at year end. Show associated prime movers and generators on the same line.
- Exclude from this schedule, plant, the book cost of which is included in Account 121, Nonutility Property.
- Designate any plant or portion thereof for which the responsibility is not the sole owner. If such property is leased from another company, give name of lessor, date and term of lease, and annual rent. For any generating plant, other than a leased plant, or portion thereof, for which the respondent is not the sole owner but which respondent operates or shares in the operation of, furnish a succinct statement explaining the arrangement and giving particulars (details) as to such matters as percent ownership by respondent, name of co-owner, basis of sharing output, expenses, or revenues, and how expenses and/or revenues are accounted for and accounts affected. Specify if lessor, co-owner, or other party is an associated company.
- Designate any plant or portion thereof leased to another company, and give name of lessee, date and term of lease and annual rent, and how determined. Specify whether lessee is an associated company.
- Designate any plant or equipment owned, not operated, and not leased to another company. If such plant or equipment was not operated within the past year, explain whether it has been retired in the books of account or what disposition of the plant or equipment and its book cost are contemplated.

Line No.	Name of Plant	Location	Name of Stream	Water Wheels <i>(In column (e), indicate whether horizontal or vertical. Also indicate type of runner--Francis (F), fixed propeller (FP, automatically adjustable propeller (AP), Impulse (I). Designate reversible type units by appropriate footnote.)</i>			
				Attended or Unattended	Type of Unit	Year Installed	Gross Static Head with Pond Full
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Edison Sault Electric Company	Sault Ste. Marie, Michigan	St. Marys River	Attended	F - Horiz.	1901 - 1920	18.0
2				Attended	F - Horiz.	1915	18.0
3				Attended	F - Horiz.	1916	18.0
4				Attended	F - Horiz.	1916	18.0
5				Attended	F - Horiz.	1916	18.0
6				Attended	F - Horiz.	1916	18.0
7				Attended	F - Horiz.	1916	18.0
8			Total AC Units				
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30							
31							
32							
33							
34							
35							
36							
37							
38							
39							

Name of Respondent Edison Sault Electric Company	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/30/2006	Year of Report December 31, 2005
---	---	--	-------------------------------------

HYDROELECTRIC GENERATING PLANTS (Continued)

1. Report on this page Hyrdo plants of 10,000 Kw (name plate rating) or more of installed capacity.
2. Report the information called for concerning generating plants and equipment at year end. Show associated prime movers and generators on the same line.
3. Exclude from this schedule, plant, the book cost of which is included in Account 121, Nonutility Property.
4. Designate any plant or portion thereof for which the responsibility is not the sole owner. If such property is leased from another company, give name of lessor, date and term of lease, and annual rent. For any generating plant, other than a leased plant, or portion thereof, for which the respondent is not the sole owner but which respondent operates or shares in the operation of, furnish a succinct statement explaining the arrangement and giving particulars (details) as to such matters as percent ownership by respondent, name of co-owner, basis of sharing output, expenses, or revenues, and how expenses and/or revenues are accounted for and accounts affected. Specify if lessor, co-owner, or other party is an associated company.
5. Designate any plant or portion thereof leased to another company, and give name of lessee, date and term of lease and annual rent, and how determined. Specify whether lessee is an associated company.
6. Designate any plant or equipment owned, not operated, and not leased to another company. If such plant or equipment was not operated within the past year, explain whether it has been retired in the books of account or what disposition of the plant or equipment and its book cost are contemplated.

Water Wheels (Continued)			Generators						Total Installed Generating Capacity (Name Plate Ratings in MW)	Line No.
Design Head	RPM	Maximum Hp. Capacity of Unit at Design Head	Year Installed	Voltage	Phase	Frequency or d.c.	Name Plate Rating of Unit (in MW)	No. of Units in Plant		
(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	
18.0	180	600	1963	4,400	3	60	0.585	38	22.23	1
										2
18.0	180	675	1963	4,400	3	60	0.585	6	3.51	3
18.0	180	725	1963	4,400	3	60	0.585	10	5.85	4
18.0	180	725	1916	4,000	3	60	0.480	4	1.92	5
18.0	180	750	1916	4,000	3	60	0.480	11	5.28	6
18.0	180	750	1916	4,400	3	60	0.480	4	1.92	7
								73	40.71	8
										9
										10
										11
										12
										13
										14
										15
										16
										17
										18
										19
										20
										21
										22
										23
										24
										25
										26
										27
										28
										29
										30
										31
										32
										33
										34
										35
										36
										37
										38
										39

Name of Respondent Edison Sault Electric Co.	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 4/30/2006	Year of Report Dec. 31, 2005
---	---	---	---------------------------------

ELECTRIC DISTRIBUTION METERS AND LINE TRANSFORMERS

1. Report below the information called for concerning distribution watt-hour meters and line transformers. or line transformers are held under a lease, give name of lessor, date and period of lease, and annual rent. If 500 or more meters or line transformers are held other than by reason of sole ownership or lease, give name of co-owner or other party, explain basis of accounting for expenses between the parties and state amounts and accounts affected in respondent's books of account. Specify in each case whether lessor, co-owner, or other party is an associated company.
2. Include watt-hour demand distribution meters, but not external demand meters.
3. Show in a footnote the number of distribution watt-hour meters or line transformers held by the respondent under lease from others, jointly owned with others, or held otherwise than by reason of sole ownership by the respondent. If 500 or more meters

Line No.	Item (a)	Number of Watt-Hour Meters (b)	LINE TRANSFORMERS	
			Number (c)	Total Capacity (In MVa) (d)
1	Number at Beginning of Year	23,468	9,898	403,957
2	Additions During Year			
3	Purchases	282	198	9,323
4	Associated with Utility Plant Acquired			
5	TOTAL Additions (Enter Total of lines 3 and 4)	282	198	9,323
6	Reductions During Year			
7	Retirements	47	75	1,842
8	Associated with Utility Plant Sold			
9	TOTAL Reductions (Enter Total of lines 7 and 8)	47	75	1,842
10	Number at End of Year (Lines 1 + 5 - 9)	23,703	10,021	411,438
11	In Stock	429	675	16,875
12	Locked Meters on Customers' Premises	66		
13	Inactive Transformers on System			
14	In Customers' Use	23,182	9,315	393,675
15	In Company's Use	26	31	888
16	TOTAL End of Year (Enter Total of lines 11 to 15. This line should equal line 10.)	23,703	10,021	411,438

