



139 East Fourth Street
1303-Main
Cincinnati, Ohio 45202

o: 513-287-4320
f: 513-370-5720

Rocco.D'Ascenzo@duke-energy.com
Rocco O. D'Ascenzo
Deputy General Counsel

VIA ELECTRONIC DELIVERY

September 15, 2025

Ms. Linda Bridwell
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40602-0615
PSCED@ky.gov

RECEIVED

SEP 15 2025

**PUBLIC SERVICE
COMMISSION**

Re: Case No. 2011-00124

In the Matter of the Joint Application of Duke Energy Corporation, Cinergy Corp., Duke Energy Ohio, Inc., Duke Energy Kentucky, Inc., Diamond Acquisition Corporation, and Progress Energy, Inc. for Approval of the Indirect Transfer of Control of Duke Energy Kentucky, Inc.

Dear Ms. Bridwell:

Enclosed please find Duke Energy Kentucky, Inc.'s financial statements for the end of July 2025, per order by the Commission in the above-referenced case.

If you have any questions regarding the financial statements, please contact Danielle Weatherston at Danielle.Weatherston@duke-energy.com.

Very truly yours,

/s/Rocco D'Ascenzo

Rocco O. D'Ascenzo

Enclosures: As stated

Duke Energy Kentucky, Inc.

Monthly Supplemental Financial Statements

Balance Sheet - Page 1

As of July 31, 2025

(Unaudited)

	Total Company
<u>Assets</u>	
Utility Plant in Service	3,555,230,265
Construction Work in Progress	124,456,997
Less: Accumulated Depreciation	(1,192,848,661)
Net Utility Plant	2,486,838,601
Nonutility Property	1,328,926
Other Investments	1,500
Other Special Funds	19,598,798
Long Term Portion of Derivative Instrument Assets	-
Total Other Property & Investments	20,929,224
Cash	1,617,284
Working Funds	-
Temporary Cash Investments	-
Customer Accounts Receivable	58,464,111
Other Accounts Receivable	2,489,877
Less: Provision for Uncollectibles	(3,618,092)
Notes Receivable from Assoc. Co.	1,725,000
Accounts Receivable from Assoc. Co.	29,734
Fuel Stock	32,076,159
Gas Stored Underground Inventory	-
Plant Materials & Operating Supplies	28,360,048
Other Materials & Supplies	-
Stores Expense Undistributed	1,167,481
Prepayments	1,932,318
Emission Allowances	17,432
Derivative Instrument Assets	1,321,624
Interest & Dividends Receivable	-
Misc Current and Accrued Assets	8,407,941
Accrued Utility Revenue	32,003,779
Rents Receivable	4,501
Total Current & Accrued Assets	165,999,197
Unamortized Debt Expense	3,019,832
Other Regulatory Assets	102,856,088
Preliminary Survey & Investigation	2,064,544
Clearing Accounts	186,821
Temporary Facilities	8,556
Miscellaneous Deferred Debits	3,577,901
Unamortized Loss on Reacquired Debt	31,137
Accumulated Deferred Income Taxes	88,448,443
Unrecovered Purchased Gas Costs	(2,043,246)
Total Deferred Debits	198,150,076
TOTAL ASSETS AND OTHER DEBITS	2,871,917,098

Duke Energy Kentucky, Inc.

Monthly Supplemental Financial Statements

Balance Sheet - Page 2

As of July 31, 2025

(Unaudited)

	Total Company
<u>Proprietary Capital</u>	
Common Stock Issued	8,779,994
Premium on Capital Stock	18,838,946
Other Paid-in Capital Stock	474,372,496
Retained Earnings	664,366,682
Accumulated Other Comprehensive Income	-
Total Proprietary Capital	1,166,358,118
<u>Liabilities</u>	
Bonds	906,720,000
Advances from Associated Companies	25,000,000
Less: Unamortized Discount on Long-Term Debt	(130,094)
Total Long-Term Debt	931,589,906
Obligations Under Capital Leases - Noncurrent	3,686,828
Asset Retirement Obligation	86,308,928
Long-Term Portion of Derivative Instrument Liabilities	808,279
Accum. Misc. Operating Provisions	30,620,529
Total Other Noncurrent Liabilities	121,424,564
Accounts Payable	43,174,117
Notes Payable to Assoc. Co.	-
Accounts Payable to Assoc. Co.	24,622,663
Customer Deposits	9,218,833
Taxes Accrued	15,873,832
Interest Accrued	7,828,394
Tax Collections Payable	5,413,519
Misc. Current & Accrued Liabilities	12,722,229
Obligations Under Capital Leases - Current	273,400
Derivative Instrument Liabilities	1,210,289
Less: Long-Term Portion of Derivative Instrument Liabilities	(808,279)
Total Current & Accrued Liabilities	119,528,997
Customer Advances for Construction	1,655,037
Accum. Deferred Investment Tax Credits	5,135,705
Other Deferred Credits	15,246,891
Other Regulatory Liabilities	107,834,950
Accumulated Deferred Income Taxes	403,142,930
Total Deferred Credits	533,015,513
TOTAL PROPRIETARY CAPITAL, LIABILITIES, AND OTHER DEFERRED CREDITS	2,871,917,098

Duke Energy Kentucky, Inc.

Monthly Supplemental Financial Statements
Income Statement
As of July 31, 2025
(Unaudited)

	Electric	Gas	Total Company
<u>Revenues</u>			
Residential Sales	207,479,698	100,175,857	307,655,555
Commercial Sales	175,234,253	38,309,108	213,543,361
Industrial Sales	69,115,477	1,786,274	70,901,751
Sales to Public Authorities	25,363,723	2,147,005	27,510,728
Public Street & Highway Lighting	449,437	-	449,437
Inter-Departmental Sales	20,966	26,873	47,839
Misc. Service Revenues	(599,499)	17,493	(582,006)
Revenues from Transportation	-	11,981,658	11,981,658
Sales for Resale	25,842,289	-	25,842,289
Rents from Property	1,628,513	-	1,628,513
Other Revenues	15,556,404	2,567,444	18,123,848
Total Revenues	520,091,261	157,011,712	677,102,973
<u>Operating Expenses</u>			
Operation Expense	295,038,764	79,661,473	374,700,237
Maintenance Expense	22,421,030	2,461,548	24,882,578
Depreciation Expense	82,027,144	20,597,855	102,624,999
Amortization and Depletion	2,032,190	3,567,849	5,600,039
Taxes Other than Income Taxes	9,110,131	2,984,157	12,094,288
Income Taxes - Federal & Other	16,986,546	10,622,403	27,608,949
Provision for Deferred Income Taxes - Net	(419,046)	(4,004,771)	(4,423,817)
Gains from Disposition of Environmental Credits	(88,159)	-	(88,159)
Investment Tax Credit Adjustment	-	-	-
Total Operating Expenses	427,108,600	115,890,514	542,999,114
NET OPERATING INCOME	92,982,661	41,121,198	134,103,859
<u>Other Income & Deductions</u>			
Revenues from Merchandising, Jobbing and Contract Work	2,956,648	-	2,956,648
Less: Expense of Merchandising, Jobbing and Contract Work	(206,207)	-	(206,207)
Revenues from Nonutility Operations	564,095	(283)	563,812
Interest & Dividend Income	2,116,645	960,317	3,076,962
Non Operating Rental Income	(2,644)	(2,548)	(5,192)
AFUDC	3,642,669	1,897,520	5,540,189
Gain on Disposition of Property	10,216	4,035	14,251
Loss on Disposition of Property	(54,841)	(2,899)	(57,740)
Misc. Income Deductions	(1,054,541)	(602,011)	(1,656,552)
Taxes Other than Income Taxes	-	-	-
Income Taxes - Federal & Other	(4,993,971)	7,457,204	2,463,233
Provision for Deferred Income Taxes - Net	3,525,582	(7,897,733)	(4,372,151)
Total Other Income & Deductions	6,503,651	1,813,602	8,317,253
<u>Interest Charges</u>			
Interest on Long Term Debt	(26,666,771)	(13,806,413)	(40,473,184)
Amortization of Debt Disc. And Expense	(375,543)	(193,235)	(568,778)
Amortization of Loss on Reacquired Debt	(49,970)	(26,695)	(76,665)
Interest on Debt to Assoc. Co.	(789,565)	(421,526)	(1,211,091)
Other Interest Expense	(2,184,449)	(88,119)	(2,272,568)
Less: Allowance for Borrowed Fund Used During Construction - Credit	1,390,051	757,172	2,147,223
Net interest Charges	(28,676,247)	(13,778,816)	(42,455,063)
Extraordinary Items after Taxes	-	-	-
NET INCOME	70,810,065	29,155,984	99,966,049

Duke Energy Kentucky, Inc.

Monthly Supplemental Financial Statements
Capital Structure
As of July 31, 2025
(Unaudited)

	Actuals June-25	Activity	Actuals July-25
Liabilities and Shareholders' Equity			
Non-Current Liabilities			
* Long-term debt	904,175,755	29,203	904,204,958
Advances from Associated Companies	25,000,000	-	25,000,000
** Obligations under Capital Lease-Noncurrent	3,710,393	(23,565)	3,686,828
Total Long-term debt	932,886,148	5,638	932,891,786
Common Stock Equity			
Common Stock	8,779,995	-	8,779,995
Premium On Capital Stock Common	18,838,946	-	18,838,946
Donations Received From Stockholders	143,211,362	-	143,211,362
Donations Received From Stockholders Tax	5,600,021	-	5,600,021
Other Miscellaneous PIC	(156,194)	-	(156,194)
Miscellaneous PIC	325,717,307	-	325,717,307
Unappropriated Retained Earnings Balance	605,524,394	-	605,524,394
Unappropriated Retained Earnings - Current Year Net Income	46,210,341	12,631,946	58,842,287
Total Common Stock Equity	1,153,726,172	12,631,946	1,166,358,118
 TOTAL CAPITALIZATION	 \$ 2,086,612,320	 \$ 12,637,584	 \$ 2,099,249,904
	-	-	-

NOTE:

* "Long-Term Debt" under Non-Current Liabilities does not include current portion of Long-Term Debt, however it does include Unamortized Discount and Unamortized Debt Expense.

** "Obligations under Capital Lease Noncurrent includes \$3.8M of lease liabilities resulting from the implementation of ASC 842 in January 2019.