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VIA ELECTRONIC DELIVERY

December 16, 2025

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

RECEIVED

DEC 16 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 October 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 October 31, 2025
(Unaudited)

	Total Company
<u>Assets</u>	
Utility Plant in Service	3,624,933,602
Construction Work in Progress	113,714,155
Less: Accumulated Depreciation	(1,204,896,310)
Net Utility Plant	<u>2,533,751,447</u>
Nonutility Property	1,328,600
Other Investments	1,500
Other Special Funds	20,166,251
Long Term Portion of Derivative Instrument Assets	-
Total Other Property & Investments	<u>21,496,351</u>
Cash	684,704
Working Funds	-
Temporary Cash Investments	-
Customer Accounts Receivable	46,601,583
Other Accounts Receivable	3,016,443
Less: Provision for Uncollectibles	(3,657,195)
Notes Receivable from Assoc. Co.	1,934,000
Accounts Receivable from Assoc. Co.	24,680
Fuel Stock	30,419,288
Gas Stored Underground Inventory	-
Plant Materials & Operating Supplies	30,572,776
Other Materials & Supplies	-
Stores Expense Undistributed	1,670,890
Prepayments	1,901,748
Emission Allowances	17,361
Derivative Instrument Assets	1,107,793
Interest & Dividends Receivable	-
Misc Current and Accrued Assets	9,694,882
Accrued Utility Revenue	21,255,442
Rents Receivable	4,330
Total Current & Accrued Assets	<u>145,248,725</u>
Unamortized Debt Expense	3,583,987
Other Regulatory Assets	95,849,152
Preliminary Survey & Investigation	2,112,104
Clearing Accounts	75,535
Temporary Facilities	13,233
Miscellaneous Deferred Debits	3,449,419
Unamortized Loss on Reacquired Debt	27,245
Accumulated Deferred Income Taxes	86,758,016
Unrecovered Purchased Gas Costs	3,557,302
Total Deferred Debits	<u>195,425,993</u>
TOTAL ASSETS AND OTHER DEBITS	<u><u>2,895,922,516</u></u>

Duke Energy Kentucky, Inc.

Monthly Supplemental Financial Statements
Balance Sheet - Page 2
As of October 31, 2025
(Unaudited)

	Total Company
<u>Proprietary Capital</u>	
Common Stock Issued	8,779,995
Premium on Capital Stock	18,838,946
Other Paid-in Capital Stock	474,372,496
Retained Earnings	619,006,712
Accumulated Other Comprehensive Income	-
Total Proprietary Capital	1,120,998,149
<u>Liabilities</u>	
Bonds	1,056,720,000
Advances from Associated Companies	25,000,000
Less: Unamortized Discount on Long-Term Debt	(127,028)
Total Long-Term Debt	1,081,592,972
Obligations Under Capital Leases - Noncurrent	3,614,942
Asset Retirement Obligation	80,101,809
Long-Term Portion of Derivative Instrument Liabilities	472,700
Accum. Misc. Operating Provisions	28,787,565
Total Other Noncurrent Liabilities	112,977,016
Accounts Payable	56,744,593
Notes Payable to Assoc. Co.	-
Accounts Payable to Assoc. Co.	25,147,414
Customer Deposits	9,425,589
Taxes Accrued	21,515,927
Interest Accrued	10,561,576
Tax Collections Payable	4,260,348
Misc. Current & Accrued Liabilities	(79,605,113)
Obligations Under Capital Leases - Current	278,619
Derivative Instrument Liabilities	781,965
Less: Long-Term Portion of Derivative Instrument Liabilities	(472,700)
Total Current & Accrued Liabilities	48,638,218
Customer Advances for Construction	1,923,939
Accum. Deferred Investment Tax Credits	5,135,705
Other Deferred Credits	15,231,482
Other Regulatory Liabilities	105,530,358
Accumulated Deferred Income Taxes	403,894,677
Total Deferred Credits	531,716,161
TOTAL PROPRIETARY CAPITAL, LIABILITIES, AND OTHER DEFERRED CREDITS	2,895,922,516

Duke Energy Kentucky, Inc.

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

	Electric	Gas	Total Company
<u>Revenues</u>			
Residential Sales	216,954,395	100,895,241	317,849,636
Commercial Sales	185,396,626	38,263,242	223,659,868
Industrial Sales	70,725,623	1,993,458	72,719,081
Sales to Public Authorities	25,990,143	2,189,635	28,179,778
Public Street & Highway Lighting	481,211	-	481,211
Inter-Departmental Sales	31,269	26,936	58,205
Misc. Service Revenues	(12,895,558)	17,727	(12,877,831)
Revenues from Transportation	-	11,771,089	11,771,089
Sales for Resale	28,702,700	-	28,702,700
Rents from Property	1,617,060	-	1,617,060
Other Revenues	16,381,664	2,599,374	18,981,038
Total Revenues	533,385,133	157,756,702	691,141,835
<u>Operating Expenses</u>			
Operation Expense	297,105,403	79,462,956	376,568,359
Maintenance Expense	28,768,668	3,019,353	31,788,021
Depreciation Expense	82,105,070	21,333,021	103,438,091
Amortization and Depletion	885,773	3,268,564	4,154,337
Taxes Other than Income Taxes	11,778,569	3,326,756	15,105,325
Income Taxes - Federal & Other	22,328,268	1,230,555	23,558,823
Provision for Deferred Income Taxes - Net	(6,303,543)	5,331,078	(972,465)
Gains from Disposition of Environmental Credits	(181,352)	-	(181,352)
Investment Tax Credit Adjustment	-	-	-
Total Operating Expenses	436,486,856	116,972,283	553,459,139
NET OPERATING INCOME	96,898,277	40,784,419	137,682,696
<u>Other Income & Deductions</u>			
Revenues from Merchandising, Jobbing and Contract Work	3,143,419	-	3,143,419
Less: Expense of Merchandising, Jobbing and Contract Work	(217,870)	-	(217,870)
Revenues from Nonutility Operations	510,720	(272)	510,448
Interest & Dividend Income	1,676,217	779,656	2,455,873
Non Operating Rental Income	(3,248)	(2,960)	(6,208)
AFUDC	3,258,809	1,748,066	5,006,875
Gain on Disposition of Property	91,076	35,700	126,776
Loss on Disposition of Property	(136,597)	(34,914)	(171,511)
Misc. Income Deductions	(981,911)	(544,511)	(1,526,422)
Taxes Other than Income Taxes	-	-	-
Income Taxes - Federal & Other	(2,791,649)	1,090,171	(1,701,478)
Provision for Deferred Income Taxes - Net	1,478,804	(1,448,062)	30,742
Total Other Income & Deductions	6,027,770	1,622,874	7,650,644
<u>Interest Charges</u>			
Interest on Long Term Debt	(27,554,482)	(14,511,037)	(42,065,519)
Amortization of Debt Disc. And Expense	(393,882)	(202,852)	(596,734)
Amortization of Loss on Reacquired Debt	(39,389)	(21,291)	(60,680)
Interest on Debt to Assoc. Co.	(753,079)	(408,055)	(1,161,134)
Other Interest Expense	(1,953,589)	(67,222)	(2,020,811)
Less: Allowance for Borrowed Fund Used During Construction - Credit	1,295,388	714,282	2,009,670
Net interest Charges	(29,399,033)	(14,496,175)	(43,895,208)
Extraordinary Items after Taxes	-	-	-
NET INCOME	73,527,014	27,911,118	101,438,132

Duke Energy Kentucky, Inc.

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

	Actuals September-25	Activity	Actuals October-25
Liabilities and Shareholders' Equity			
Non-Current Liabilities			
* Long-term debt	1,053,555,774	37,528	1,053,593,302
Advances from Associated Companies	25,000,000	-	25,000,000
** Obligations under Capital Lease-Noncurrent	3,638,997	(24,055)	3,614,942
Total Long-term debt	1,082,194,771	13,473	1,082,208,244
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	540,524,394	-	540,524,394
Unappropriated Retained Earnings - Current Year Net Income	76,986,066	1,496,252	78,482,318
Total Common Stock Equity	1,119,501,897	1,496,252	1,120,998,149
 TOTAL CAPITALIZATION	 \$ 2,201,696,668	 \$ 1,509,725	 \$ 2,203,206,393

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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.