



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

August 14, 2026

Mr. Justin McNeil
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40602-0615
PSCED@ky.gov

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AUG 14 2026

**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 Mr. Justin McNeil:

Enclosed please find Duke Energy Kentucky, Inc.'s financial statements for the end of June 2026, per order by the Commission in the above-referenced case.

If you have any questions regarding the financial statements, please contact Tina Riebesell at tina.riebesell@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 June 30, 2026
(Unaudited)

	Electric Jurisdictional	Gas Jurisdictional	Non- Jurisdictional	Total Company
<u>Assets</u>				
Utility Plant in Service	2,594,586,281	1,057,837,313	89,619,086	3,742,042,680
Construction Work in Progress	70,827,725	42,450,936		113,278,661
Less: Accumulated Depreciation	(982,186,723)	(249,326,010)	(4,627,131)	(1,236,139,864)
Net Utility Plant	1,683,227,283	850,962,239	84,991,955	2,619,181,477
Nonutility Property	-	-	1,335,854	1,335,854
Other Investments	-	-	1,500	1,500
Other Special Funds	-	-	23,142,558	23,142,558
Long Term Portion of Derivative Instrument Assets	-	-	-	-
Total Other Property & Investments	-	-	24,479,912	24,479,912
Cash	1,855,450	761,778	(138,933)	2,478,295
Working Funds	-	-	-	-
Temporary Cash Investments	-	-	-	-
Customer Accounts Receivable	36,536,512	11,266,896	-	47,803,408
Other Accounts Receivable	9,522,850	3,909,725	(713,056)	12,719,519
Less: Provision for Uncollectibles	(2,851,053)	(879,190)	-	(3,730,243)
Notes Receivable from Assoc. Co.	-	-	-	-
Accounts Receivable from Assoc. Co.	345,348	141,787	(25,859)	461,276
Fuel Stock	30,148,949	-	-	30,148,949
Gas Stored Underground Inventory	-	2,691,868	-	2,691,868
Plant Materials & Operating Supplies	46,577,310	436,446	-	47,013,756
Other Materials & Supplies	-	-	-	-
Stores Expense Undistributed	1,593,980	14,936	-	1,608,916
Prepayments	592,548	280,515	-	873,063
Emission Allowances	17,136	-	-	17,136
Derivative Instrument Assets	5,037,784	-	-	5,037,784
Interest & Dividends Receivable	-	-	-	-
Accrued Utility Revenues	20,543,688	6,335,131	-	26,878,819
Misc Current and Accrued Assets	5,046,984	-	-	5,046,984
Rents Receivable	4,481	-	-	4,481
Total Current & Accrued Assets	154,971,967	24,959,892	(877,848)	179,054,011
Unamortized Debt Expense	2,571,778	1,055,877	(192,570)	3,435,085
Other Regulatory Assets	75,674,957	20,371,873	-	96,046,830
Preliminary Survey & Investigation	1,540,338	632,405	(115,339)	2,057,404
Clearing Accounts	54,643	20,755	-	75,398
Temporary Facilities	-	-	-	-
Miscellaneous Deferred Debits	5,988,971	2,458,848	(448,445)	7,999,374
Unamortized Loss on Reacquired Debt	12,627	5,185	(946)	16,866
Accumulated Deferred Income Taxes	66,737,273	16,422,245	-	83,159,518
Unrecovered Purchased Gas Costs	-	13,621,957	-	13,621,957
Unrecovered Purchased Gas - Unbilled Rev	-	-	-	-
Unrecovered Purchased Gas-Manual Reclass	-	-	-	-
Unrecovered Purchased Gas Costs	-	-	-	-
Total Deferred Debits	152,580,587	54,589,145	(757,300)	206,412,432
TOTAL ASSETS AND OTHER DEBITS	1,990,779,837	930,511,276	107,836,719	3,029,127,832

Duke Energy Kentucky, Inc.

Monthly Supplemental Financial Statements
Balance Sheet - Page 2
As of June 30, 2026
(Unaudited)

	Electric Jurisdictional	Gas Jurisdictional	Non- Jurisdictional	Total Company
<u>Proprietary Capital</u>				
Common Stock Issued	6,573,407	2,698,795	(492,207)	8,779,995
Premium on Capital Stock	14,104,342	5,790,715	(1,056,111)	18,838,946
Other Paid-in Capital Stock	355,153,200	145,812,618	(26,593,322)	474,372,496
Retained Earnings	318,552,439	220,669,471	175,250,215	714,472,125
Accumulated Other Comprehensive Income	-	-	-	-
Total Proprietary Capital	694,383,388	374,971,599	147,108,575	1,216,463,562
<u>Liabilities</u>				
Bonds	686,329,929	281,781,394	(51,391,323)	916,720,000
Advances from Associated Companies	18,717,000	7,684,500	(1,401,500)	25,000,000
Unamortized Premium on Long-Term Debt	-	-	-	-
Less: Unamortized Discount on Long-Term Debt	(88,983)	(36,533)	6,663	(118,853)
Total Long-Term Debt	704,957,946	289,429,361	(52,786,160)	941,601,147
Obligations Under Capital Leases - Noncurrent	2,181,168	895,493	-	3,076,661
Asset Retirement Obligation	65,003,124	14,001,747	522,520	79,527,391
Long-Term Portion of Derivative Instrument Liabilities	250,255	95,058	-	345,313
Accum. Misc. Operating Provisions	21,081,217	8,007,558	-	29,088,775
Total Other Noncurrent Liabilities	88,515,764	22,999,856	522,520	112,038,140
Accounts Payable	32,347,753	13,280,778	(2,422,150)	43,206,381
Notes Payable to Assoc. Co.	53,556,824	21,988,428	(4,010,252)	71,535,000
Accounts Payable to Assoc. Co.	14,134,622	5,803,147	(1,058,378)	18,879,391
Customer Deposits	5,018,296	3,374,907	-	8,393,203
Taxes Accrued	12,623,720	5,139,765	(646,945)	17,116,540
Interest Accrued	11,243,715	4,616,249	(841,912)	15,018,052
Tax Collections Payable	3,128,661	1,117,054	834	4,246,549
Misc. Current & Accrued Liabilities	15,855,334	6,022,541	-	21,877,875
Obligations Under Capital Leases - Current	171,598	70,450	-	242,048
Derivative Instrument Liabilities	523,626	198,896	-	722,522
Less: Long-Term Portion of Derivative Instrument Liabilities	(250,255)	(95,058)	-	(345,313)
Total Current & Accrued Liabilities	148,353,894	61,517,157	(8,978,803)	200,892,248
Customer Advances for Construction	-	1,323,420	-	1,323,420
Accum. Deferred Investment Tax Credits	2,296,301	-	2,839,403	5,135,704
Other Deferred Credits	20,480,795	6,517,353	-	26,998,148
Other Regulatory Liabilities	68,193,329	39,550,370	-	107,743,699
Accumulated Deferred Income Taxes	263,598,420	134,202,160	19,131,184	416,931,764
Total Deferred Credits	354,568,845	181,593,303	21,970,587	558,132,735
 TOTAL PROPRIETARY CAPITAL, LIABILITIES, AND OTHER DEFERRED CREDITS	 1,990,779,837	 930,511,276	 107,836,719	 3,029,127,832

Duke Energy Kentucky, Inc.

Monthly Supplemental Financial Statements
Income Statement
For the 12 Months Ended June 30, 2026
(Unaudited)

	Electric	Gas	Non-Jurisdictional	Total Company
<u>Revenues</u>				
Residential Sales	222,103,174	118,497,078	-	340,600,252
Commercial Sales	191,358,079	46,079,697	-	237,437,776
Industrial Sales	70,653,720	2,186,282	-	72,840,002
Sales to Public Authorities	27,203,883	2,401,095	-	29,604,978
Public Street & Highway Lighting	413,270	-	-	413,270
Inter-Departmental Sales	47,394	34,933	-	82,327
Misc. Service Revenues	(4,014,653)	21,157	-	(3,993,496)
Revenues from Transportation	-	11,823,692	-	11,823,692
Sales for Resale	73,134,626	-	-	73,134,626
Rents from Property	2,206,159	-	-	2,206,159
Other Revenues	16,017,186	3,709,740	-	19,726,926
Total Revenues	599,122,838	184,753,674	-	783,876,512
<u>Operating Expenses</u>				
Operation Expense	321,787,016	90,296,620	55,946	412,139,582
Maintenance Expense	22,446,831	2,886,128	31,459	25,364,418
Depreciation Expense	90,647,579	25,690,348	-	116,337,927
Amortization and Depletion	125,538	2,400,097	-	2,525,635
Taxes Other than Income Taxes	15,843,293	5,656,670	4,225	21,504,188
Income Taxes - Federal & Other	22,498,429	1,256,678	(140,518)	23,614,589
Provision for Deferred Income Taxes - Net	2,940,158	9,894,628	(22,874)	12,811,912
Gains from Disposition of Environmental Credits	(227,047)	-	-	(227,047)
Investment Tax Credit Adjustment	-	(227)	227	-
Total Operating Expenses	476,061,797	138,080,942	(71,535)	614,071,204
NET OPERATING INCOME	123,061,041	46,672,732	71,535	169,805,308
<u>Other Income & Deductions</u>				
Revenues from Merchandising, Jobbing and Contract Work	-	-	3,290,916	3,290,916
Less: Expense of Merchandising, Jobbing and Contract Work	-	-	(164,055)	(164,055)
Revenues from Nonutility Operations	-	-	377,626	377,626
Interest & Dividend Income	894,832	378,970	-	1,273,802
Non Operating Rental Income	(3,051)	(2,993)	-	(6,044)
AFUDC	2,407,414	1,251,650	-	3,659,064
Gain on Disposition of Property	-	-	178,261	178,261
Loss on Disposition of Property	-	-	(117,318)	(117,318)
Misc. Income Deductions	-	-	(1,022,546)	(1,022,546)
Taxes Other than Income Taxes	-	-	-	-
Income Taxes - Federal & Other	-	-	(1,813,098)	(1,813,098)
Provision for Deferred Income Taxes - Net	-	-	(143,365)	(143,365)
Total Other Income & Deductions	3,299,195	1,627,627	586,421	5,513,243
<u>Interest Charges</u>				
Interest on Long Term Debt	(33,695,993)	(13,834,315)	2,523,104	(45,007,204)
Amortization of Debt Disc. And Expense	(459,341)	(188,588)	34,395	(613,534)
Amortization of Loss on Reacquired Debt	(13,517)	(5,550)	1,012	(18,055)
Interest on Debt to Assoc. Co.	(1,581,042)	(649,116)	118,386	(2,111,772)
Other Interest Expense	(1,586,353)	(651,297)	118,784	(2,118,866)
Less: Allowance for Borrowed Fund Used During Construction - Credit	1,552,010	755,608	-	2,307,618
Net interest Charges	(35,784,236)	(14,573,258)	2,795,681	(47,561,813)
Extraordinary Items after Taxes	-	-	-	-
NET INCOME	90,576,000	33,727,101	3,453,637	127,756,738

Duke Energy Kentucky, Inc.

Monthly Supplemental Financial Statements
Capital Structure
June 30, 2026
(Unaudited)

	Actual May 2026	Activity	Actual June 2026
Liabilities and Shareholders' Equity			
Non-Current Liabilities			
* Long-term debt	913,804,208	16,620	913,820,828
Advances from Associated Companies	25,000,000	-	25,000,000
** Obligations under Capital Lease-Noncurrent	3,097,616	(20,955)	3,076,661
Total Long-term debt	941,901,824	(4,335)	941,897,489
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	642,012,542	-	642,012,542
Unappropriated Retained Earnings - Current Year Net Income	65,437,267	7,022,316	72,459,583
Total Common Stock Equity	1,209,441,246	7,022,316	1,216,463,562
TOTAL CAPITALIZATION	2,151,343,070	7,017,981	2,158,361,051
	-	-	-

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.