

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Title Page

| | Name of Respondent | Addr Line 1 | Addr Line 2 | City | State | Zip |
|------------------|---------------------------------|--------------------|-------------|-----------|-------|-------|
| Water Companies | | | | | | |
| Annual Report of | | | | | | |
| Respondent | Kentucky-American Water Company | 2300 Richmond Road | | Lexington | KY | 40502 |

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Principal Payment and Interest Information

| | Amount | Yes/No | PSC Case No. |
|--|--------|--------|--------------|
| Amount of Principal Payment During Calendar Year | \$0.00 | | |
| Is Principal Current? | Y | | |
| Is Interest Current? | Y | | |
| Has all long-term debt been approved by the Public Service Commission? | Y | | |

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Services Performed by Independent CPA

| | Yes/No | A/C/R |
|--|--------|-------|
| Are your financial statements examined by a Certified Public Accountant? | | |
| Enter Y for Yes or N for No | Y | |
| If yes, which service is performed? | | |
| Enter an X on each appropriate line | | |
| Audit | | Y |
| Compilation | | |
| Review | | |
| Please enclose a copy of the accountant's report with annual report. | | |

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Additional Requested Information

| | Name | Electronic Info |
|---------------------------------|---------------------------------|-----------------------------|
| Name of Utility and Web Address | Kentucky-American Water Company | www.kawc.com |
| Contact Name and Email Address | Tricia Sinopole | tricia.sinopole@amwater.com |

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Additional Information Required

| Case Num | Date | Explain |
|------------|----------|---|
| 2006-00197 | 4/1/2007 | <p>Ordering Paragraph #9 from the Order requires that Kentucky-American shall report with its annual report to the Commission its actual expenditure levels for economic development activities and civic and charitable activities for the past calendar year. The expenditures for economic development activities and civic and charitable activities for Kentucky American Water for 2021 were \$222,148</p> |
| 2006-00197 | 4/1/2007 | <p>Condition #21 from the Order requires that Kentucky-American will file with its annual report to the Commission a report of its dividend payments and other fund transfers to AWWC. This report will list the date of each dividend payment or other fund transfers made to AWWC during the calendar year, the amount of each payment, and the amount of net income available at the time of each payment. Attached file REF Page 0 Supplement #1 is in response to this required Order instruction.</p> |

Major Water Projects

Provide details about each major water project which is planned but has not yet been submitted for approval to the Public Service commission.

For the limited purpose of this report, a "Major Project" is defined as one which is not in the ordinary course of business, and will increase your current utilityplant by at least 20 percent.

Brief Project Description: (improvement, replacement,building construction, expansion. If expansion, provide the estimated number of new customers): Not Applicable

Projected Costs and Funding Sources/Amounts: Not Applicable

Approval Status: (Application for financial assistance filed, but not approved; or application approved, but have not advertised for construction bids) Not Applicable

Location: (community, area or nearby roads) Not Applicable

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History-Legal Name (Ref Page: 4)

Exact name of utility making this report.

(Use the words "The", "Company" or "Incorporated" only when part of the corporate name.)

Kentucky-American Water Company

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History-Location (Ref Page: 4)

| | Name | Address | City | State | Zip | Phone |
|--|--|--------------------|-----------|-------|-------|----------------|
| Give the location including city,street and number of Executive Office | | | | | | |
| Executive Office | Kentucky-American Water Company | 2300 Richmond Road | Lexington | KY | | (859) 269-2386 |
| Give the location,including street and number, and TELEPHONE NUMBER of the principal office in KY. | | | | | | |
| principal office in KY | Kentucky-American Water Company | 2300 Richmond Road | Lexington | KY | 40502 | (859) 269-2386 |
| Name and address of the principal officer within Kentucky | | | | | | |
| | Nick Rowe | 2300 Richmond Road | Lexington | KY | | (859) 268-6333 |
| Give name, title, address and TELEPHONE NUMBER of the officer to whom correspondence concerning this report should be addressed. | | | | | | |
| | Tricia Sinopole Director Rates & Regulatory | 2300 Richmond Road | Lexington | KY | 40502 | (314) 630-9049 |
| Location of books and records | Kentucky-American Water Company | 2300 Richmond Road | Lexington | KY | 40502 | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

History-Date Organized (Ref Page: 4)

| | Date |
|----------------------|-----------|
| Date of Organization | 2/27/1882 |

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History-Laws of Organization (Ref Page: 4)

| List | |
|---|---|
| Under the laws of what Government, State or Territory organized? (If more than one, name all. Give reference to each statute and ammendments thereof) | Incorporated as Lexington Hydraulic & Manufacturing Company by Acts of General Assembly of the Commonwealth of Ky. Chap 22, Approved February 27, 1882. |
| If a consolidated or merged company, name all contigent and all merged companies. Give reference to charters or general laws governing each, and all amendments of same | The Articles of Incorporation of Lexington Hydraulic and Manufacturing Company were amended 10/20/1922 to change name to Lexington Water Company. By Agreement of Consolidation dated 9/15/1927, Lexington Water Company and Blue Grass State Water Company were consolidated into one corporation known as the Lexington Water Company. The Articles of Incorporation of the Lexington Water Company were amended 3/30/1973 to change name to Kentucky-American Water Company. |
| Date and Authority for each consolidation and each merger. | October 20, 1922 - Name change by amendment of Articles of Incorporation September 15, 1927 - Agreement of Consolidation March 30, 1973 - Name change by amendment of Articles of Incorporation |
| State whether respondent is a C corporation, an S corporation, a joint stock association, a firm or partnership, or an individual | Corporation |
| If a reorganized company, give name of original corporation, refer to laws udner which it was organized and the occasion for reorg. | See above |
| Name all operating departments other than water. | None |

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General Information - Counties (Ref Page: 5)

Bourbon, Clark, Fayette, Franklin, Gallatin, Grant, Harrison, Jackson, Jessamine, Nicholas, Owen, Rockcastle, Scott, Woodford

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General Information - Number of Employees (Ref Page: 5)

| | Count |
|-------------------------------|-------|
| Number of Full-time employees | 142 |
| Number of Part-time employees | 0 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Contacts (Ref Page: 6)

| | Title | Last Name | First Name | Bus. Addr. | Salary |
|---------------------------------|---------------------------|------------------|-------------------|---|---------------|
| Person to send correspondence: | Director Rates/Regulatory | Sinopole | Tricia | 2300 Richmond Road, Lexington, KY 40502 | |
| Person who prepared this report | Sr. Dir. Rates/Regulatory | Cephas | Charisse | 1 Water Street, Camden, NJ 08102 | |
| Officers and Managers | | | | | |
| | President | Rowe | Nick | 2300 Richmond Road, Lexington, KY 40502 | \$0.00 |
| | VP - Operations | Farrar | David | 2300 Richmond Road, Lexington, KY 40502 | \$0.00 |
| | VP - Finance & Treasurer | Queen | Brian | 2300 Richmond Road, Lexington, KY 40502 | \$0.00 |
| | VP-Legal&Secretary | Dillon | John | 2300 Richmond Road, Lexington, KY 40502 | \$0.00 |
| | Assistant Secretary | Van Over | Molly | 2300 Richmond Road, Lexington, KY 40502 | \$0.00 |
| | Assistant Comptroller | Bowler | David | 1 Water Street, Camden, NJ 08102 | \$0.00 |
| | | | | | \$0.00 |

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Contacts - 5 percent Voting Securities (Ref Page: 6)

| Last Name | First Name | Percent Ownership | Bus. Address | Salary |
|---|---------------|-------------------|-------------------------------------|--------|
| Report every coporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility: | | | | |
| American Water Works | Company, Inc. | 100.0000 | 1 Water Street, Camden, NJ 08102 | \$0.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Balance Sheet - Assets and Other Debits (Ref Page: 7)

| | Previous Year | Current Year |
|--|------------------|------------------|
| UTILITY PLANT | | |
| Utility Plant (101-106) | \$847,648,490.00 | \$883,401,080.00 |
| Less: Accumulated Depreciation and Amortization (108-110) | \$198,200,454.00 | \$214,861,575.00 |
| Net Plant | \$649,448,036.00 | \$668,539,505.00 |
| Utility Plant Acquisition Adjustments (Net) (114-115) | \$962,496.00 | \$929,793.00 |
| Other Utility Plant Adjustments (116) | | |
| Total Net Utility Plant | \$650,410,532.00 | \$669,469,298.00 |
| OTHER PROPERTY AND INVESTMENTS | | |
| Nonutility Property (121) | \$249,738.00 | \$249,738.00 |
| Less: Accumulated Depreciation and Amortization (122) | | |
| Net Nonutility Property | \$249,738.00 | \$249,738.00 |
| Investment in Associated Companies (123) | | |
| Utility and Other Investments (124-125) | | |
| Sinking Funds (126) | | |
| Other Special Funds (127) | | |
| Total Other Property and Investments | \$249,738.00 | \$249,738.00 |
| CURRENT AND ACCRUED ASSETS | | |
| Cash (131) | \$231,566.00 | \$182,767.00 |
| Special Deposits (132) | | |
| Other Special Deposits (133) | | |
| Working Funds (134) | \$2,605.00 | \$2,605.00 |
| Temporary Cash Investments (135) | | |
| Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts (141-144) | \$6,699,797.00 | \$5,911,902.00 |
| Accounts Receivable from Associated Companies (145) | \$19,865,002.00 | \$1,264,180.00 |
| Notes Receivable from Associated Companies (146) | | |
| Materials and Supplies (151-153) | \$1,098,446.00 | \$2,006,394.00 |
| Stores Expense (161) | | |
| Prepayments (162) | \$182,347.00 | \$187,378.00 |
| Accrued Interest and Dividends Receivable (171) | | |
| Rents Receivable (172) | | |
| Accrued Utility Revenues (173) | \$4,532,913.00 | \$4,567,979.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Balance Sheet - Assets and Other Debits (Ref Page: 7)

| | Previous Year | Current Year |
|--|------------------|------------------|
| Misc. Current and Accrued Assets (174) | \$123,062.00 | \$345,114.00 |
| Total Current and Accrued Assets | \$32,735,738.00 | \$14,468,319.00 |
| DEFERRED DEBITS | | |
| Unamortized Debt Discount and Expense (181) | \$2,742,338.00 | \$2,531,333.00 |
| Extraordinary Property Losses (182) | | |
| Preliminary Survey and Investigatino Charges (183) | | |
| Clearing Accounts (184) | | |
| Temporary Facilities (185) | | |
| Misc. Deferred Debits (186) | \$22,704,252.00 | \$21,175,323.00 |
| Research and Develpment Expenditure (187) | | |
| Accumulated Deferred Income Taxes (190) | | |
| Total Deffered Debits | \$25,446,590.00 | \$23,706,656.00 |
| TOTAL ASSETS AND OTHER DEBITS | \$708,842,598.00 | \$707,894,011.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Balance Sheet - Equity Capital and Liabilities (Ref Page: 9)

| | Previous Year | Current Year |
|--|------------------|------------------|
| EQUITY CAPITAL | | |
| Common Stock Issued (201) | \$36,568,776.00 | \$36,568,776.00 |
| Preferred Stock Issued (204) | \$2,250,000.00 | \$2,250,000.00 |
| Capital stock Subscribed (202,205) | | |
| Capital Stock Liability for Conversion (203,206) | | |
| Premium on Capital Stock (207) | \$113,455,611.00 | \$113,490,967.00 |
| Reduction in Par or Stated Value of Capital Stock (209) | | |
| Gain on Resale or Cancellation of Reacquired Capital Stock (210) | \$6,330.00 | \$6,330.00 |
| Other Paid-In Capital (211) | | |
| Discount on Capital Stock (212) | | |
| Capital Stock Expense (213) | | |
| Retained Earnings (214-215) | \$85,026,139.00 | \$91,166,904.00 |
| Reqcquired Capital Stock (216) | | \$0.00 |
| Proprietary Capital (Proprietaryship and Partnership Only) (218) | | |
| Total Equity Capital | \$237,306,856.00 | \$243,482,977.00 |
| LONG-TERM DEBT | | |
| Bonds (221) | \$221,619,209.00 | \$234,587,403.00 |
| Reaquired Bonds (222) | | |
| Advances from Associated Companies (223) | | |
| Other Long-Term Debt (224) | | |
| Total Long Term Debt | \$221,619,209.00 | \$234,587,403.00 |
| CURRENT AND ACCRUED LIABILITIES | | |
| Accounts Payable (231) | \$5,301,184.00 | \$6,823,448.00 |
| Notes Payable (232) | | |
| Accounts Payable to Associated Co. (233) | \$949,319.00 | \$1,004,183.00 |
| Notes Payable to Associated Co (234) | \$52,225,100.00 | \$21,922,222.00 |
| Customer Deposits (235) | | |
| Accrued Taxes (236) | \$7,209,744.00 | \$8,693,650.00 |
| Accrued Interest (237) | \$1,879,113.00 | \$1,917,860.00 |
| Accrued Dividends (238) | | |
| Matured Long-Term Debt (239) | | |
| Mature Interest (240) | | |

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Balance Sheet - Equity Capital and Liabilities (Ref Page: 9)

| | Previous Year | Current Year |
|--|-------------------|-------------------|
| Tax Collections Payable (241) | \$888,504.00 | \$965,130.00 |
| Misc. Current and Accrued Liabilities (242) | \$2,504,014.00 | \$4,364,158.00 |
| Total Current and Accrued Liabilities | \$70,956,978.00 | \$45,690,651.00 |
| DEFFERRED CREDITS | | |
| Unamortized Premium on Debt (251) | | |
| Advances for Construction (252) | \$10,320,393.00 | \$12,057,467.00 |
| Other Deferred Credits (253) | \$39,283,021.00 | \$36,914,156.00 |
| Accumulated Deferred Investment Tax Credits (255) | \$136,257.00 | \$63,067.00 |
| Total Deferred Credits | \$49,739,671.00 | \$49,034,690.00 |
| OPERATING RESERVES | | |
| Property Insurance Reserve (261) | | |
| Injuries and Damages Reserve (262) | | |
| Pensions and Benefits Reserve (263) | | |
| Miscellaneous Operating Reserves (265) | \$558,796.00 | \$1,306,301.00 |
| Total Operating Reserves | \$558,796.00 | \$1,306,301.00 |
| CONTRIBUTIONS IN AID OF CONSTRUCTION | | |
| Contributions In Aid of Construction (271) | \$113,497,776.00 | \$117,946,799.00 |
| Tap-on Fees - Customers | | |
| Federal Grants in Aid of Const. | | |
| Other | | |
| Accumulated Amortization of Contributions in Aid of Construction (272) | (\$37,171,368.00) | (\$39,842,723.00) |
| Total C.I.A.C | \$76,326,408.00 | \$78,104,076.00 |
| ACCUMULATED DEFERRED INCOME TAXES | | |
| Accumulated Deferred Income Taxes - Accelerated Depreciation (281) | | |
| Accumulated Deferred Income Taxes - Liberalized Depreciation (282) | | |
| Accumulated Deferred Income Taxes - Other (283) | \$52,334,680.00 | \$55,687,913.00 |
| Total Accumulated Deferred Income Taxes | \$52,334,680.00 | \$55,687,913.00 |
| Total Equity Capital and Liabilities | \$708,842,598.00 | \$707,894,011.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Comparative Operating Statement (Ref Page: 11)

| | Previous Year | Current Year |
|---|-----------------|------------------|
| UTILITY OPERATING INCOME | | |
| Operating Revenues (400) | \$99,894,134.00 | \$102,433,385.00 |
| Operating Expenses (401) | \$36,638,169.00 | \$35,476,254.00 |
| Depreciation Expenses (403) | \$18,905,168.00 | \$19,768,253.00 |
| Amortization of Utility Plant Acquisition Adjustment (406) | \$30,645.00 | \$23,284.00 |
| Amortization Expense (407) | \$273,662.00 | \$260,804.00 |
| Taxes Other Than Income (408.10-408.13) | \$8,085,707.00 | \$8,844,518.00 |
| Income Taxes (409.1) | \$4,990,441.00 | \$3,355,316.00 |
| Deferred Federal Income Taxes (410.10) | (\$77,004.00) | \$1,949,267.00 |
| Deferred State Income Taxes (410.11) | \$386,906.00 | \$778,476.00 |
| Deferred Local Income Taxes (410.12) | | |
| Provision for Deferred Income Taxes Credit (411.10) | | |
| Investment Tax Credits Deferred to Future Periods (412.10) | | |
| Investment Tax Credits Restored to Operating Income (412.11) | (\$78,492.00) | (\$73,191.00) |
| Utility Operating Expenses | \$69,155,202.00 | \$70,382,981.00 |
| Utility Operating Income | \$30,738,932.00 | \$32,050,404.00 |
| Income From Utility Plant Leased to Others (413) | | |
| Gains (Losses) from Disposition of Utility Property (414) | | |
| Total Utility Operating Income | \$30,738,932.00 | \$32,050,404.00 |
| OTHER INCOME AND DEDUCTIONS | | |
| Revenues From Merchandising, Jobbing and Contract Work (415) | | |
| Costs and Expenses of Merchandising, Jobbin and Contract Work (416) | \$27,038.00 | |
| Interest and Dividend Income (419) | | |
| Allowance for funds Used During Constructions (420) | \$1,751,465.00 | \$659,895.00 |
| Nonutility Income (421) | | |
| Miscellaneous Nonutility Expenses (426) | \$20,522.00 | \$199,332.00 |
| Total Other Income and Deductions | \$1,757,981.00 | \$460,563.00 |
| TAXES APPLICABLE TO OTHER INCOME AND DEDUCTIONS | | |
| Taxes Other Than Income (408.20) | | |
| Income Taxes (409.20) | \$0.00 | |
| Provision for Deferred Income Taxes (410.20) | | |

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Comparative Operating Statement (Ref Page: 11)

| | Previous Year | Current Year |
|---|-----------------|-----------------|
| Provision for Deferred Income Taxes Credit (411.20) | | |
| Investment Tax Credits - Net (412.20) | | |
| Investment Tax Credits Restored to Nonoperating INcome (412.21) | | |
| Total Taxes Applic. to Other Income | \$0.00 | |
| INTEREST EXPENSE | | |
| Interest Expense (427) | \$10,340,925.00 | \$9,396,047.00 |
| Amortization of Debt Discount and Exp. (428) | \$210,507.00 | \$349,327.00 |
| Amortization of Premium on Debt (429) | | |
| Total Interest Expense | \$10,551,432.00 | \$9,745,374.00 |
| EXTRAORDINARY ITEMS | | |
| Extraordinary Income (433) | | |
| Extraordinary Deductions (434) | | |
| Income Taxes,Extraordinary Items | | |
| Total Extraordinary Items | | |
| NET INCOME | \$21,945,481.00 | \$22,765,593.00 |

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Statement of Retained Earnings (Ref Page: 13)

| Description | Total |
|--|-------------------|
| Appropriated Retained earnings (214) | |
| (state balance and purpose of each appropriated amount at year end:) | |
| Total Appropriated Retained Earnings | |
| Unappropriated Retained Earnings (215) | |
| Balance beginning of year | \$85,026,139.00 |
| Balance Transferred from Income (435) | \$22,765,593.00 |
| Appropriations of Retained Earnings (436) | |
| Balance Transferred from Income - Sewer Operations | (\$634,952.00) |
| Total Appropriations of Retained Earnings | (\$634,952.00) |
| Dividends Declared: | |
| Preferred Stock Dividends Declared (437) | |
| Common Stock Dividends Declared (438) | (\$190,575.00) |
| Total Dividends Declared | (\$15,799,301.00) |
| Adjustments to Retained Earnings (439) | |
| (requires Commission approval prior to use): | |
| Credits | |
| Total Credits | |
| Debits | |
| Total Debits | |
| Balance end of Year | \$91,166,904.00 |
| Total Retained Earnings | \$91,166,904.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Utility Plant (Accts. 101-106) (Ref Page: 14)

| | Total |
|---|------------------|
| Utility Plant in Service (101) | \$860,596,814.00 |
| Utility Plant Leased to Others (102) | \$272,637.00 |
| Property Held for Future Use (103) | \$114,076.00 |
| Utility Plant Purchased or Sold (104) | |
| Construction Work in Progress (105) | \$8,538,934.00 |
| Completed Construction Not Classified (106) | |
| Total Utility Plant | \$869,522,461.00 |

Note:

\$272,637 reported on Account No. 102 represents regulatory asset - afudc debt

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Water Utility Plant Accounts (Ref Page: 15)

| | End of Prev Year | Additions (d) | Retirement (e) | End of Current | Intngble. Plant (g) | Supply & Pump. | Water Treatmnt. | Trans. and Distr. | General Plant |
|--|------------------|-----------------|----------------|------------------|---------------------|-----------------|-----------------|-------------------|-----------------|
| Organization (301) | \$37,450.00 | \$0.00 | \$0.00 | \$37,450.00 | \$37,450.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Franchises (302) | \$70,261.00 | \$0.00 | \$0.00 | \$70,261.00 | \$70,261.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Land and Land Rights (303) | \$9,747,100.00 | \$0.00 | \$0.00 | \$9,747,100.00 | \$0.00 | \$1,397,052.00 | \$800,183.00 | \$7,549,865.00 | \$0.00 |
| Structures and Improvements (304) | \$114,603,417.00 | \$5,290,010.00 | \$356,746.00 | \$119,536,681.00 | \$0.00 | \$34,145,359.00 | \$62,294,123.00 | \$5,654,919.00 | \$17,442,280.00 |
| Collecting and Impounding Reservoirs (305) | \$819,260.00 | \$0.00 | \$0.00 | \$819,260.00 | \$0.00 | \$819,260.00 | \$0.00 | \$0.00 | \$0.00 |
| Lakes, Rivers and Other Intakes (306) | \$1,680,584.00 | \$0.00 | \$0.00 | \$1,680,584.00 | \$0.00 | \$1,680,584.00 | \$0.00 | \$0.00 | \$0.00 |
| Wells and Springs (307) | | | | | | | | | |
| Infiltration Galleries and Tunnels (308) | | | | | | | | | |
| Supply Mains (309) | \$18,567,293.00 | \$0.00 | \$0.00 | \$18,567,293.00 | \$0.00 | \$18,567,293.00 | \$0.00 | \$0.00 | \$0.00 |
| Power Generation Equipment (310) | \$5,678,405.00 | \$0.00 | \$0.00 | \$5,678,405.00 | \$0.00 | \$5,678,405.00 | \$0.00 | \$0.00 | \$0.00 |
| Pumping Equipment (311) | \$42,903,426.00 | \$913,061.00 | \$62,693.00 | \$43,753,794.00 | \$0.00 | \$43,753,794.00 | \$0.00 | \$0.00 | \$0.00 |
| Water Treatment Equipment (320) | \$64,122,706.00 | \$426,783.00 | \$371,830.00 | \$64,177,659.00 | \$0.00 | \$0.00 | \$64,177,659.00 | \$0.00 | \$0.00 |
| Distribution Reservoirs and Standpipes (330) | \$19,990,322.00 | \$0.00 | \$0.00 | \$19,990,322.00 | \$0.00 | \$0.00 | \$0.00 | \$19,990,322.00 | \$0.00 |
| Transmission and Distribution Mains (331) | \$347,519,001.00 | \$19,966,857.00 | (\$596,068.00) | \$368,081,926.00 | \$0.00 | \$0.00 | \$0.00 | \$368,081,926.00 | \$0.00 |
| Services (333) | \$58,357,857.00 | \$3,242,224.00 | \$140,565.00 | \$61,459,516.00 | \$0.00 | \$0.00 | \$0.00 | \$61,459,516.00 | \$0.00 |
| Meters and Meter Installations (334) | \$63,781,998.00 | \$3,360,193.00 | (\$192,804.00) | \$67,334,995.00 | \$0.00 | \$0.00 | \$0.00 | \$67,334,995.00 | \$0.00 |
| Hydrants (335) | \$25,628,354.00 | \$3,101,848.00 | (\$250,490.00) | \$28,980,692.00 | \$0.00 | \$0.00 | \$0.00 | \$28,980,692.00 | \$0.00 |
| Backflow Prevention Devices (336) | | | | | | | | | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Water Utility Plant Accounts (Ref Page: 15)

| | End of Prev Year | Additions (d) | Retirement (e) | End of Current | Intngble. Plant (g) | Supply & Pump. | Water Treatmnt. | Trans. and Distr. | General Plant |
|---------------------------------------|-------------------------|------------------------|-----------------------|-------------------------|----------------------------|---------------------------|-------------------------|--------------------------|------------------------|
| Other Plant and Misc. Equipment (339) | \$1,294,969.00 | \$0.00 | \$0.00 | \$1,294,969.00 | \$1,294,969.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Office Furniture and Equip. (340) | \$24,310,611.00 | \$4,795,288.00 | \$1,987,828.00 | \$27,118,071.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$27,118,071.00 |
| Transportation Equipment (341) | \$8,693,527.00 | \$445,092.00 | \$0.00 | \$9,138,619.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$9,138,619.00 |
| Stores Equipment (342) | \$79,531.00 | \$0.00 | \$0.00 | \$79,531.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$79,531.00 |
| Tools, Shop and Garage Equip (343) | \$2,278,385.00 | \$169,050.00 | \$9,298.00 | \$2,438,137.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$2,438,137.00 |
| Laboratory Equipment (344) | \$1,528,795.00 | \$31,552.00 | \$1,051.00 | \$1,559,296.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$1,559,296.00 |
| Power Operated Equipment (345) | \$1,382,015.00 | \$72,671.00 | \$0.00 | \$1,454,686.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$1,454,686.00 |
| Communication Equipment (346) | \$4,061,395.00 | \$759,957.00 | \$0.00 | \$4,821,352.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$4,821,352.00 |
| Miscellaneous Equipment (347) | \$2,327,339.00 | \$438,922.00 | \$2,954.00 | \$2,763,307.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$2,763,307.00 |
| Other Tangible Plant (348) | \$12,908.00 | \$0.00 | \$0.00 | \$12,908.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$12,908.00 |
| Total Water Plant | \$819,476,909.00 | \$43,013,508.00 | \$1,893,603.00 | \$860,596,814.00 | \$1,402,680.00 | \$106,041,747.00 | \$127,271,965.00 | \$559,052,235.00 | \$66,828,187.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Analysis of Accumulated Depreciation and Amortization by Primary Acct (Ref Page: 16)

| | Balance Beginning Of | Credits - Charges to Dep. | Other Credits (e) | Charges - Plant | Other Charges (g) | Balance End of Year (h) |
|---|----------------------|---------------------------|-------------------|-----------------|-------------------|-------------------------|
| Organization (301) | | | | | | |
| Franchises (302) | | | | | | |
| Land and Land Rights (303) | \$0.00 | | | | | |
| Structures and Improvements (304) | \$17,833,115.00 | \$3,061,366.00 | (\$693,205.00) | \$356,746.00 | \$0.00 | \$19,844,530.00 |
| Collecting and Impounding Reservoirs (305) | \$307,036.00 | \$12,944.00 | \$0.00 | \$0.00 | \$0.00 | \$319,980.00 |
| Lake, River and Other Intakes (306) | \$581,595.00 | \$33,948.00 | \$0.00 | \$0.00 | \$0.00 | \$615,543.00 |
| Wells and Springs (307) | | | | | | |
| Supply Mains (309) | \$5,301,956.00 | \$284,079.00 | \$0.00 | \$0.00 | \$0.00 | \$5,586,035.00 |
| Power Generation Equipment (310) | \$1,188,252.00 | \$177,166.00 | \$0.00 | \$0.00 | \$0.00 | \$1,365,418.00 |
| Pumping Equipment (311) | \$5,025,804.00 | \$1,250,004.00 | (\$16,498.00) | \$62,693.00 | \$0.00 | \$6,196,617.00 |
| Water Treatment Equipment (320) | \$11,858,875.00 | \$1,774,496.00 | (\$734,684.00) | \$371,830.00 | \$0.00 | \$12,526,857.00 |
| Distributions Reservoirs and Standpipes (330) | \$6,508,656.00 | \$376,736.00 | \$0.00 | \$0.00 | \$0.00 | \$6,885,392.00 |
| Transmission and Distribution Mains (331) | \$72,897,644.00 | \$5,460,563.00 | (\$1,963,765.00) | (\$596,068.00) | \$0.00 | \$76,990,510.00 |
| Services (333) | \$29,805,306.00 | \$1,906,533.00 | (\$128,106.00) | \$140,565.00 | \$0.00 | \$31,443,168.00 |
| Meters and Meter Installatinos (334) | \$15,175,893.00 | \$2,104,449.00 | (\$320,634.00) | (\$192,804.00) | \$0.00 | \$17,152,512.00 |
| Hydrants (335) | \$4,543,043.00 | \$580,092.00 | (\$210,191.00) | (\$250,490.00) | \$0.00 | \$5,163,434.00 |
| Backflow Prevention Devices (336) | | | | | | |
| Other Plant and Miscellaneous Equipment (339) | \$591,090.00 | \$119,200.00 | \$0.00 | \$0.00 | \$0.00 | \$710,290.00 |
| Office Furniture and Equip. (340) | \$14,263,302.00 | \$3,693,519.00 | (\$2,721.00) | \$1,987,828.00 | \$0.00 | \$15,966,272.00 |
| Transportation Equipment (341) | \$3,816,327.00 | \$768,349.00 | \$0.00 | \$0.00 | \$0.00 | \$4,584,676.00 |
| Stores Equipment (342) | \$11,312.00 | \$4,111.00 | \$0.00 | \$0.00 | \$0.00 | \$15,423.00 |
| Tools, Shop and Garage Equip (343) | \$840,987.00 | \$119,805.00 | \$0.00 | \$9,298.00 | \$0.00 | \$951,494.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Analysis of Accumulated Depreciation and Amortization by Primary Acct (Ref Page: 16)

| | Balance Beginning Of | Credits - Charges to Dep. | Other Credits (e) | Charges - Plant | Other Charges (g) | Balance End of Year (h) |
|--------------------------------|-----------------------------|----------------------------------|--------------------------|------------------------|--------------------------|--------------------------------|
| Laboratory Equipment (344) | \$583,429.00 | \$121,011.00 | (\$1,739.00) | \$1,051.00 | \$0.00 | \$701,650.00 |
| Power Operated Equipment (345) | \$1,016,425.00 | \$38,448.00 | (\$3,378.00) | \$0.00 | \$0.00 | \$1,051,495.00 |
| Communication Equipment (346) | \$1,618,581.00 | \$338,909.00 | \$0.00 | \$0.00 | \$0.00 | \$1,957,490.00 |
| Miscellaneous Equipment (347) | \$785,311.00 | \$138,525.00 | (\$26,316.00) | \$2,954.00 | \$0.00 | \$894,566.00 |
| Other Tangible Plant (348) | \$12,941.00 | \$274.00 | \$0.00 | \$0.00 | \$0.00 | \$13,215.00 |
| Totals | \$194,566,880.00 | \$22,364,527.00 | (\$4,101,237.00) | \$1,893,603.00 | \$0.00 | \$210,936,567.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Accumulated Amortization (Acct. 110) (Ref Page: 17)

| Description | Total |
|-----------------------------------|--------|
| Balance First of Year | \$0.00 |
| Credit during year | |
| Accruals Charged to Account 110.1 | |
| Accruals Charged to Account 110.2 | |
| Other Credits | |
| (specify) | |
| Total Credits | |
| Debits during year: | |
| Book Cost of Plant Retired | |
| Other Debits | |
| (specify) | |
| Total Debits | |
| Balance end of Year | \$0.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Utility Plant Acquisition Adjustments (Accts. 114-115) (Ref Page: 17)

| Description | | Total |
|-------------------------------------|--|----------------|
| Acquisition Adjustments (114) | | |
| (specify) | Boonesboro Water Association | \$138,217.00 |
| (specify) | Tri-Village | \$334,718.00 |
| (specify) | Owenton | (\$16,984.00) |
| (specify) | North Middletown | \$245,668.00 |
| (specify) | North Middletown - Goodwill | \$576,173.00 |
| Total Plant Acquisition Adjustments | | \$1,277,792.00 |
| Accumulated Amortization (115) | | |
| (specify) | Amortization of Boonesboro Water Association | \$134,493.00 |
| (specify) | Amortization Tri-Village Water Association | \$158,988.00 |
| (specify) | Amortization Owenton | (\$6,899.00) |
| (specify) | Amortization North Middletown | \$36,808.00 |
| Total Accumulated Amortization | | \$323,390.00 |
| Net Aquisition Adjustments | | \$954,402.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Investments and Special Funds (123-127) (Ref Page: 18)

| Description (a) | Face or Par Value (b) | Year End Book Cost |
|--|-----------------------|--------------------|
| Investment in Associated Companies (123) | | |
| None | \$0.00 | \$0.00 |
| Total Investment in Associated Companies | | |
| Utility Investments (124) | | |
| None | \$0.00 | \$0.00 |
| Total Utility Investments | | |
| Other Investments (125) | | |
| None | \$0.00 | \$0.00 |
| Total Other Investments | | |
| Sinking Funds (126) | | |
| None | \$0.00 | \$0.00 |
| Total Sinking Funds | | |
| Other Special Funds (127) | | |
| None | \$0.00 | \$0.00 |
| Total Other Special Funds | | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021
Accounts and Notes Receivable - Net (Accts 141-144) (Ref Page: 19)

| Description | Total |
|---|----------------|
| Accounts and Notes Receivable | |
| Customer Accounts Receivable (141) | \$5,565,420.00 |
| Other Accounts Receivable (142) | |
| Misc. Accounts Receivable Net of Miscellaneous Receivables Uncollectible Provision | \$1,172,106.00 |
| Total Other Accounts Receivable | \$1,172,106.00 |
| Notes Receivable (144) | |
| Total Notes Receivable | |
| Total Accounts and Notes Receivable | \$6,737,526.00 |
| Accumulated Provision for Uncollectible Accounts (143) | |
| Balance First of Year | \$1,472,308.00 |
| Add: | |
| Provision for uncollectibles for current year | \$358,536.00 |
| Collections of account previously written off | \$1,468.00 |
| Other (specify) | |
| Total Additions | \$360,004.00 |
| Deduct accounts written off during year: | |
| Other (specify) | \$1,006,688.00 |
| Total Accounts written off | \$1,006,688.00 |
| Balance end of Year | \$825,624.00 |
| Total Accounts and Notes Receivable - Net | \$5,911,902.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Materials and Supplies (151-153) (Ref Page: 20)

| | Total |
|------------------------------------|----------------|
| Plant Materials and Supplies (151) | \$1,910,852.00 |
| Merchandise (152) | |
| Other Materials and Supplies (153) | \$95,542.00 |
| Total Materials and Supplies | \$2,006,394.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Prepayments (Acct. 162) (Ref Page: 20)

| Description | | Total |
|-------------------|--|--------------|
| Prepaid Insurance | | \$9,674.00 |
| Prepaid Rents | | |
| Prepaid Interest | | |
| Prepaid Taxes | | |
| Other Prepayments | | |
| (Specify) | Prepaid PSC Assessments | \$100,622.00 |
| (Specify) | Licensing, Software and Maintenance Fees | \$21,384.00 |
| (Specify) | Dollar Energy | \$55,698.00 |
| Total Prepayments | | \$187,378.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Miscellaneous Deferred Debits (Acct. 186) (Ref Page: 20)

| | Total |
|-------------------------------------|-----------------|
| Miscellaneous Deferred Debits (186) | |
| Deferred Rate Case Expense (186.1) | \$0.00 |
| Other Deferred Debits (186.2) | \$16,291,286.00 |
| Regulatory Assets (186.3) | \$4,884,037.00 |
| Total Miscellaneous Deferred Debits | \$21,175,323.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Unamortized Debt Discount and Expense and Premium on Debt (Accts 181 - 251) (Ref Page: 21)

| Description | Amt Written Off during year | Year End Balance |
|--|-----------------------------|-----------------------|
| Unamortized Debt Discount and Expense (181) | | |
| Series 6.96% | \$2,286.00 | \$4,413.00 |
| Series 7.15% | \$2,424.00 | \$12,351.00 |
| Series 6.99% | \$3,256.00 | \$20,934.00 |
| Series 6.96% | \$933.00 | \$1,788.00 |
| Series 6.593% | \$16,587.00 | \$262,152.00 |
| Series 6.25% | \$20,418.00 | \$355,716.00 |
| Series 5.625% | \$13,026.00 | \$230,195.00 |
| Series 5.375% | \$10,870.00 | \$200,279.00 |
| Series 4.00% | \$1,748.00 | \$43,571.00 |
| Series 3.75% | \$1,731.00 | \$44,451.00 |
| Series 4.15% | \$5,553.00 | \$152,277.00 |
| Series 2.45% | \$59,767.00 | \$463,487.00 |
| Series 2.45% | \$36,907.00 | \$286,210.00 |
| Series .70% | \$154,322.00 | \$257,986.00 |
| Series 3.25% | \$2,513.00 | \$135,808.00 |
| Preferred Stock Series 8.47% | \$386.00 | \$5,763.00 |
| Revolver Fees | \$16,600.00 | \$53,952.00 |
| Total Unamortized Debt Discount and Expense | \$349,327.00 | \$2,531,333.00 |
| Unamortized Premium on Debt (251) | | |
| | | |
| Total Unamortized Premium on Debt | | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Extraordinary Property Losses (Acct. 182) (Ref Page: 21)

| Description | | Total |
|-------------------------------------|------|--------|
| Extraordinary Property Losses (182) | | |
| (Specify) | None | \$0.00 |
| Total Extraordinary Property Losses | | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Accumulated Deferred Income Taxes (Acct 190) (Ref Page: 21)

| | Total |
|--|--------|
| Accumulated Deferred Income Taxes (Acct. 190): | |
| Federal (190.1) | \$0.00 |
| State (190.2) | \$0.00 |
| Local (190.3) | \$0.00 |
| Total Accumulated Deferred Income Taxes | \$0.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Advances for Construction (Acct. 252) (Ref Page: 22)

| | Total |
|----------------------------|-----------------|
| Balance First of Year | \$10,320,393.00 |
| Add credits during year | \$3,757,888.00 |
| Deduct charges during year | \$2,020,814.00 |
| Balance end of year | \$12,057,467.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Capital Stock (Accts. 201-204) (Ref Page: 22)

| | Num of Shares | Value |
|---------------------------------------|---------------|-----------------|
| COMMON STOCK | | |
| Par or stated value per share | | |
| Shares authorized | 2,000,000 | |
| Shares issued and outstanding | 1,567,391 | |
| Total par value of stock issued | | \$36,568,776.00 |
| Dividends declared per share for year | | \$10.08 |
| PREFERRED STOCK | | |
| Par or stated value per share | | \$100.00 |
| Shares authorized | 85,000 | |
| Shares issued and outstanding | 22,500 | |
| Total par value of stock issued | | \$2,250,000.00 |
| Dividends declared per share for year | | \$8.47 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Long Term Debt (Ref Page: 23)

| Description of Obligation (a) | Date of Issue (b) | Date of Maturity (c) | Interest Rate (d) | Interest Amount (e) | Principal per Balance Sheet Date (f) |
|-------------------------------|-------------------|----------------------|-------------------|---------------------|--------------------------------------|
| None | | | 0.0000 | \$0.00 | \$0.00 |
| Total | | | | | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Bonds - Account 221 (Ref Page: 24)

| | Par Value of Actual Issue | Cash Realized on Actual | Par Value of Amt. Held | Outstanding at Year End | Interest Accrued (5) | Interest Paid (6) |
|--------------|----------------------------------|--------------------------------|-------------------------------|--------------------------------|-----------------------------|--------------------------|
| | \$7,000,000.00 | \$7,000,000.00 | \$0.00 | \$7,000,000.00 | \$487,200.00 | \$487,200.00 |
| | \$7,500,000.00 | \$7,500,000.00 | \$0.00 | \$7,500,000.00 | \$536,250.00 | \$536,250.00 |
| | \$9,000,000.00 | \$9,000,000.00 | \$0.00 | \$9,000,000.00 | \$629,100.00 | \$629,100.00 |
| | \$7,859,000.00 | \$7,859,000.00 | \$0.00 | \$7,859,000.00 | \$314,360.00 | \$314,360.00 |
| | \$47,000,000.00 | \$47,000,000.00 | \$0.00 | \$47,000,000.00 | \$3,098,710.00 | \$3,098,710.00 |
| | \$20,000,000.00 | \$20,000,000.00 | \$0.00 | \$20,000,000.00 | \$1,010,000.00 | \$1,010,000.00 |
| | \$5,000,000.00 | \$5,000,000.00 | \$0.00 | \$5,000,000.00 | \$200,000.00 | \$200,000.00 |
| | \$0.00 | \$0.00 | \$0.00 | (\$34,506.00) | \$1,385.00 | \$0.00 |
| | \$5,000,000.00 | \$5,000,000.00 | \$0.00 | \$5,000,000.00 | \$187,500.00 | \$187,500.00 |
| | \$0.00 | \$0.00 | \$0.00 | (\$13,131.00) | \$512.00 | \$0.00 |
| | \$16,000,000.00 | \$16,000,000.00 | \$0.00 | \$16,000,000.00 | \$664,000.00 | \$664,000.00 |
| | \$0.00 | \$0.00 | \$0.00 | (\$77,433.00) | \$2,824.00 | \$0.00 |
| | \$45,390,000.00 | \$45,390,000.00 | \$0.00 | \$45,390,000.00 | \$1,112,055.00 | \$1,112,055.00 |
| | \$26,000,000.00 | \$26,000,000.00 | \$0.00 | \$26,000,000.00 | \$637,000.00 | \$637,000.00 |
| | \$26,000,000.00 | \$26,000,000.00 | \$0.00 | \$26,000,000.00 | \$182,000.00 | \$178,462.00 |
| | \$13,000,000.00 | \$13,000,000.00 | \$0.00 | \$13,000,000.00 | \$254,674.00 | \$219,465.00 |
| | \$0.00 | \$0.00 | \$0.00 | (\$36,527.00) | \$783.00 | \$0.00 |
| Total | \$234,749,000.00 | \$234,749,000.00 | \$0.00 | \$234,587,403.00 | \$9,318,353.00 | \$9,274,102.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Schedule of Bond Maturities (Ref Page: 24)

| Bond Numbers (7) | Maturity Date (8) | Interest Rate (9) | Principal Amt (10) | Amounts Paid (11) | Remaining Bonds Outstanding (12) |
|------------------|-------------------|-------------------|-------------------------|-------------------|----------------------------------|
| | 12/01/2023 | 6.9600 | \$7,000,000.00 | \$0.00 | \$7,000,000.00 |
| | 02/01/2027 | 7.1500 | \$7,500,000.00 | \$0.00 | \$7,500,000.00 |
| | 06/01/2028 | 6.9900 | \$9,000,000.00 | \$0.00 | \$9,000,000.00 |
| | 10/15/2037 | 4.0000 | \$7,859,000.00 | \$0.00 | \$7,859,000.00 |
| | 10/15/2037 | 6.5930 | \$47,000,000.00 | \$0.00 | \$47,000,000.00 |
| | 10/15/2037 | 5.0500 | \$20,000,000.00 | \$0.00 | \$20,000,000.00 |
| | 12/01/2046 | 4.0000 | \$5,000,000.00 | \$0.00 | \$5,000,000.00 |
| Discount | | 0.0000 | (\$41,600.00) | \$0.00 | (\$34,506.00) |
| | 09/01/2047 | 3.7500 | \$5,000,000.00 | \$0.00 | \$5,000,000.00 |
| Discount | | 0.0000 | (\$15,350.00) | \$0.00 | (\$13,131.00) |
| | 06/01/2049 | 4.1500 | \$16,000,000.00 | \$0.00 | \$16,000,000.00 |
| Discount | | 0.0000 | (\$84,800.00) | \$0.00 | (\$77,433.00) |
| | 10/01/2029 | 2.4500 | \$45,390,000.00 | \$0.00 | \$45,390,000.00 |
| | 10/01/2029 | 2.4500 | \$26,000,000.00 | \$0.00 | \$26,000,000.00 |
| | 09/01/2023 | 0.7000 | \$26,000,000.00 | \$0.00 | \$26,000,000.00 |
| | 06/01/2051 | 3.2500 | \$13,000,000.00 | \$0.00 | \$13,000,000.00 |
| Discount | | 0.0000 | (\$37,310.00) | \$0.00 | (\$36,527.00) |
| Total | | | \$234,569,940.00 | \$0.00 | \$234,587,403.00 |

(The total of Column 12 must agree with the total of col 4)

Note:

Principal amount of \$(41,600) represents bond discount associated with 4% series, with maturity date of 12/01/2046

Principal amount of \$(15,350) represents bond discount associated with 3.75% series, with maturity date of 09/01/2047

Principal amount of \$(84,800) represents bond discount associated with 4.15% series, with maturity date of 06/01/2049

Principal amount of \$(37,310) represents bond discount associated with 3.25% series, with maturity date of 06/01/2051

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Notes Payable (Accts 232 and 234) (Ref Page: 25)

| Description (a) | Nominal Date of Issue (b) | Date of Maturity (c) | Int. Rate (d) | Int. Payment (e) | Principal Balance End of Year (f) |
|---|---------------------------|----------------------|---------------|------------------|-----------------------------------|
| Account 232 - Notes Payable | | | | | |
| Total Account 232 | | | | | |
| Account 234 - Notes Payable to Associated Companies | | | | | |
| American Water Capital Corporation | | | 0.0000 | \$0.00 | \$21,922,222.00 |
| Total Account 234 | | | | \$0.00 | \$21,922,222.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Accounts Payable to Associated Companies (Acct. 233) (Ref Page: 25)

| Description | | Total |
|--|--|----------------|
| Show Payable to Each Associated Company Separately (182) | | |
| (Specify) | American Water Works Service Co., Inc. | \$995,859.00 |
| (Specify) | Intercompany Clearing | \$8,324.00 |
| Total | | \$1,004,183.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Taxes Accrued (Acct. 236) (Ref Page: 26)

| | Total |
|---|------------------------|
| Balance First of Year (182) | \$7,209,744.00 |
| Accruals Charged: | |
| Utility regulatory assessment fees (408.10) | \$199,552.00 |
| Property taxes (408.11) | \$8,076,900.00 |
| Payroll taxes (employer's portion) (408.12) | \$582,779.00 |
| Other taxes and licenses (408.13) | \$6,000.00 |
| Taxes other than income, other income and deductions (408.20) | |
| Federal income taxes (409.10) | \$2,713,291.00 |
| State income taxes (409.11) | \$642,025.00 |
| Local income taxes (409.12) | |
| Income taxes, other income and deductions (409.20) | |
| Income taxes, extraordinary items (409.30) | |
| Deferred federal income taxes (410.10) | \$1,949,267.00 |
| Deferred state income taxes (410.11) | \$778,476.00 |
| Deferred local income taxes (410.12) | |
| Provisions for deferred income taxes, other income and deductions (410.20) | |
| Deferred income taxes - credit (411.10) | |
| Provisions for deferred income taxes - credit, other income and deductions (411.20) | |
| ITC deferred to future periods (412.10) | |
| ITC restored to operating income (412.11) | (\$73,191.00) |
| ITC - Net non utility operations (412.20) | |
| ITC - Restored to nonoperating inc., util. operations (412.21) | |
| Total taxes accrued | \$14,875,099.00 |
| Taxes paid during year: | |
| Utility regulatory assessment fees (408.10) | \$199,552.00 |
| Property taxes (408.11) | \$7,202,288.00 |
| Payroll taxes (employer's portion) (408.12) | \$574,895.00 |
| Other taxes and licenses (408.13) | \$6,000.00 |
| Taxes other than income, other income and deductions (408.20) | \$18,164.00 |
| Federal income taxes (409.10) | \$2,735,742.00 |
| State income taxes (409.11) | |
| Local income taxes (409.12) | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Taxes Accrued (Acct. 236) (Ref Page: 26)

| | Total |
|---|-----------------|
| Income taxes, other income and deductions (409.20) | |
| Income taxes, extraordinary items (409.30) | |
| Deferred federal income taxes (410.10) | \$1,949,267.00 |
| Deferred state income taxes (410.11) | \$778,476.00 |
| Deferred local income taxes (410.12) | |
| Provisions for deferred income taxes, other income and deductions (412.20) | |
| Deferred income taxes - credit (411.10) | |
| Provisions for deferred income taxes - credit, other income and deductions (411.20) | |
| ITC deferred to future periods (412.10) | |
| ITC restored to operating income (412.11) | (\$73,191.00) |
| ITC - Net nonutility operations (412.20) | |
| ITC - Restored to nonoperating inc., util. operations (412.21) | |
| Total Taxes Paid | \$13,391,193.00 |
| Balance end of year | \$8,693,650.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Accrued Interest (Account 237) (Ref Page: 27)

| Description of Debt (a) | Balance Beg of Year (b) | Interest Accrued(c) | Interest Paid (d) | Balance End of Year (e) |
|---------------------------------|-------------------------|-----------------------|-----------------------|-------------------------|
| Long Term Debt: | | | | |
| | \$1,879,113.00 | \$9,312,849.00 | \$9,274,102.00 | \$1,917,860.00 |
| Amortization Bond Discount | \$0.00 | \$5,504.00 | \$0.00 | \$0.00 |
| | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Notes Payable: | | | | |
| | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Customer Deposits: | | | | |
| | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Other | | | | |
| Interest On Note Balance (AWCC) | \$0.00 | \$76,866.00 | \$76,866.00 | \$0.00 |
| Other Interest Expense | \$0.00 | \$828.00 | \$828.00 | \$0.00 |
| | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Total Acct. No 237 | \$1,879,113.00 | \$9,396,047.00 | \$9,351,796.00 | \$1,917,860.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Miscellaneous Current and Accrued Liabilities (Acct. 242) (Ref Page: 27)

| Description | Balance End Year |
|--|-----------------------|
| Accrued Vacation Payable | \$126,983.00 |
| Accrued Power | \$147,576.00 |
| Accrued Legal | \$9,800.00 |
| Accrued Wages | \$205,523.00 |
| Accrued Insurance | (\$57,307.00) |
| Accrued Waste Disposal | \$284,683.00 |
| Accrued Retiree Medical Reimb. | \$37,800.00 |
| Accrued DCP Contribution | \$25,938.00 |
| Accrued Bank Fees | \$19,848.00 |
| Accrued Incentive Plan | \$720,940.00 |
| Miscellaneous Deposits Payable | \$121,174.00 |
| Unclaimed Customer Credits | \$41,600.00 |
| Unclaimed A/P Checks | \$15,910.00 |
| Withheld Payroll | \$53,823.00 |
| Operating Lease - Current Portion | \$1,176.00 |
| Unbilled Stock E | \$536,455.00 |
| Unbilled Stock C | \$103,461.00 |
| Accrued Unbilled Items | \$417,074.00 |
| CFO - Management Contracts | \$9,745.00 |
| Revenues Reserved | \$714,623.00 |
| Kentucky River Authority Withdrawal Fees | (\$75,125.00) |
| Accrued Preferred Dividend Requirements | \$15,881.00 |
| A/R Customer Refunds | \$867,089.00 |
| Accrued 401k Match | \$19,488.00 |
| Total Miscellaneous Current and Accrued Liabilities | \$4,364,158.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Regulatory Commission Expense (Acct 666 and 667) (Ref Page: 28)

| Description (a) | Total Incurred During Year (b) | Amount Transferred to Acct 186.1 (c) | Expensed During Year (d) | Acct | Expensed During Year Amount (e) |
|---|--------------------------------|--------------------------------------|--------------------------|------|---------------------------------|
| Rate Case Expense (2018-00358) | \$0.00 | \$0.00 | 666 | | \$426,959.00 |
| Depreciation Study (included in def. rate case) | \$0.00 | \$0.00 | 666 | | \$5,306.00 |
| Total | \$0.00 | \$0.00 | | | \$432,265.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Contributions in Aid of Construction (Acct. 271 and 272) (Ref Page: 28)

| | Total |
|--|------------------|
| Balance First of Year | \$113,497,776.00 |
| Add credits during year | \$4,459,397.00 |
| Deduct charges during year | \$10,374.00 |
| Balance End of Year | \$117,946,799.00 |
| Less Accumulated Amortization | \$39,842,723.00 |
| Net Contributions in Aid of Construction | \$78,104,076.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Reconciliation of Reported Net Income with Taxable Income For Federal Income Taxes (Ref Page: 29)

| Description | REF. | Amount |
|---|------|-----------------|
| Net income for the year | | \$22,130,640.00 |
| Reconciling items for the year: | | |
| Taxable income not reported on books: | | |
| Federal Income Tax Accrual | | \$4,589,368.00 |
| State & Local Income Tax Accrual | | \$1,420,501.00 |
| Meals & Entertainment | | \$373.00 |
| Nondeductible Penalties & Dues | | \$84.00 |
| Qualified Transportation Fringe Benefits | | \$103,768.00 |
| Lobbying Expenses | | \$82,591.00 |
| Depreciation | | \$1,467,927.00 |
| Amortization | | \$32,703.00 |
| Incentive | | \$85,576.00 |
| Self Insurance | | \$48,965.00 |
| Miscellaneous Deferred Credits | | \$585,853.00 |
| Rate Case Expense | | \$648,397.00 |
| Deferred Maintenance | | \$1,084,481.00 |
| FAS 123 | | \$5,220.00 |
| Deductions recorded on books not deducted for return: | | |
| Bad Debt Expense | | \$651,636.00 |
| Pension | | \$876,289.00 |
| Taxable Advances | | \$64,732.00 |
| Stock Options Windfall | | \$8,427.00 |
| Abandonment Losses | | \$1,360,706.00 |
| Repairs | | \$14,240,440.00 |
| Cost of Removal | | \$933,255.00 |
| AFUDC | | \$453,274.00 |
| Contributions in Aid of Construction | | \$895,587.00 |
| Deferred Revenue | | \$14,331.00 |
| OPEB | | \$1,063,456.00 |
| NOL Usage | | \$2,878,734.00 |
| State Income Tax Deduction | | \$443,130.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Reconciliation of Reported Net Income with Taxable Income For Federal Income Taxes (Ref Page: 29)

| Description | REF. | Amount |
|--|------|----------------|
| Income recorded on books not included in return: | | |
| | | |
| Deduction on return not charged against book income: | | |
| | | |
| Federal tax net income | | \$8,402,450.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Reconciliation of Reported Net Income (cont.) (Ref Page: 29)

| | | Explain |
|---------------------|-----|---------|
| Computation of Tax: | 21% | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Water Operating Revenue (Ref Page: 30)

| | Beginning Year Customers | Year End Customers | Amount |
|---|--------------------------|--------------------|-------------------------|
| Operating Revenues | | | |
| Unmetered Water Revenue (460) | | | |
| Metered Water Revenue (461) | | | |
| Sales to Residential Customers (461.1) | 122,528 | 123,551 | \$57,543,584.00 |
| Sales to Commercial Customers (461.2) | 9,192 | 9,290 | \$25,749,971.00 |
| Sales to Industrial Customers (461.3) | 26 | 26 | \$2,588,316.00 |
| Sales to Public Authorities (461.4) | 746 | 753 | \$6,522,826.00 |
| Sales to Multiple Family Dwellings (461.5) | | | |
| Sales through Bulk Loading Stations (461.6) | 0 | 0 | \$137,275.00 |
| Total Metered Sales | 132,492 | 133,620 | \$92,541,972.00 |
| Fire Protection Revenue (462) | | | |
| Public Fire Protection (462.1) | 39 | 39 | \$4,417,041.00 |
| Private Fire Protection (462.2) | 2,384 | 2,448 | \$3,001,587.00 |
| Total Fire Protection Revenue | 2,423 | 2,487 | \$7,418,628.00 |
| Other Sales to Public Authorities (464) | | | |
| Sales to Irrigation Customers (465) | | | |
| Sales for Resale (466) | 16 | 15 | \$1,202,731.00 |
| Interdepartmental Sales (467) | 0 | 0 | \$2,549.00 |
| Total Sales of Water | 134,931 | 136,122 | \$101,165,880.00 |
| Other Water Revenues | | | |
| Guaranteed Revenues (469) | | | |
| Forfeited Discounts (470) | | | \$650,369.00 |
| Miscellaneous Service Revenues (471) | | | \$1,050,053.00 |
| Rents from Water Property (472) | | | \$126,660.00 |
| Interdepartments Rents (473) | | | \$154,930.00 |
| Other Water Revenues (474) | | | (\$714,507.00) |
| Total Other Water Revenues | | | \$1,267,505.00 |
| Total Water Operating Revenues | | | \$102,433,385.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Water Utility Expense Accounts (Ref Page: 31)

| | Current Year (c) | Supply and Exp-Op. (d) | Supply and Exp-Maint. (e) | Water Treatmnt. Exp-Op. (f) | Water Treatmnt Exp-Maint. (g) | Trans and Dist. Exp- Op (h) | Trans and Dist. Exp- Maint. (i) | Customer Accts Exp. (j) | Admin and Gen Exp. |
|--|-------------------------|-------------------------------|----------------------------------|------------------------------------|--------------------------------------|------------------------------------|--|--------------------------------|---------------------------|
| Salaries and Wages-Employees (601) | \$7,526,954.00 | \$0.00 | \$0.00 | \$2,284,738.00 | \$323,647.00 | \$1,032,092.00 | \$857,581.00 | \$640,718.00 | \$2,388,178.00 |
| Salaries and Wages-Officers, Directors and Majority Stockholders (603) | | | | | | | | | |
| Employee Pensions and Benefits (604) | \$250,936.00 | \$0.00 | \$0.00 | \$107.00 | \$0.00 | \$317.00 | \$0.00 | \$318.00 | \$250,194.00 |
| Purchased Water (610) | \$366,184.00 | \$366,184.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Purchased Power (615) | \$4,258,763.00 | \$681,996.00 | \$0.00 | \$3,553,948.00 | \$0.00 | \$22,819.00 | \$0.00 | \$0.00 | \$0.00 |
| Fuel for Power (616) | \$12,870.00 | \$12,870.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Chemicals (618) | \$2,203,330.00 | \$0.00 | \$0.00 | \$2,203,330.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Materials and Supplies (620) | \$455,824.00 | (\$1,956.00) | \$0.00 | \$72,164.00 | \$197,410.00 | \$52,092.00 | \$117,573.00 | \$0.00 | \$18,541.00 |
| Contractual Services - Eng. (631) | \$122,378.00 | \$0.00 | \$0.00 | \$54,122.00 | \$50,610.00 | \$17,646.00 | \$0.00 | \$0.00 | \$0.00 |
| Contractual Services - Acct. (632) | \$167,125.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$167,125.00 |
| Contractual Services - Legal (633) | \$301,237.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$301,237.00 |
| Contractual Services - Management Fees (634) | \$12,533,559.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$12,533,559.00 |
| Contractual Services - Water Testing (635) | \$7,160.00 | \$0.00 | \$0.00 | \$7,160.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Contractual Services - Other (636) | \$596,346.00 | \$19,111.00 | \$1,196.00 | \$62,208.00 | \$174,065.00 | \$187,508.00 | \$24,007.00 | (\$6,266.00) | \$134,517.00 |
| Rental of Bld./Real Property (641) | \$26,138.00 | \$2,066.00 | \$0.00 | \$0.00 | \$0.00 | \$10,855.00 | \$0.00 | \$0.00 | \$13,217.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Water Utility Expense Accounts (Ref Page: 31)

| | Current Year (c) | Supply and Exp- Op. (d) | Supply and Exp- Maint. (e) | Water Treatmnt. Exp-Op. (f) | Water Treatmnt Exp-Maint. (g) | Trans and Dist. Exp- Op (h) | Trans and Dist. Exp- Maint. (i) | Customer Accts Exp. (j) | Admin and Gen Exp. |
|--|-------------------------|------------------------------------|---------------------------------------|--|--|--|--|------------------------------------|-------------------------------|
| Rental of Equipment (642) | \$4,087.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$4,087.00 |
| Transportation Expenses (650) | \$460,176.00 | \$0.00 | \$0.00 | \$442.00 | \$0.00 | \$3,996.00 | \$391.00 | \$39.00 | \$455,308.00 |
| Insurance - Vehicle (656) | \$25,388.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$25,388.00 |
| Insurance - General Liability (657) | \$452,465.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$452,465.00 |
| Insurance - Worker's Compensation (658) | \$58,857.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$58,857.00 |
| Insurance - Other (659) | \$467,829.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$467,829.00 |
| Advertising Expense (660) | | | | | | | | | |
| Regulatory Commission Exp. | | | | | | | | | |
| - Amortization of Rate Case (666) | \$432,265.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$432,265.00 |
| -Other (667) | | | | | | | | | |
| Water Resource Conservation Expense (668) | | | | | | | | | |
| Bad Debt (670) | \$353,582.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$353,582.00 | \$0.00 |
| Miscellaneous Expenses (675) | \$4,392,801.00 | \$91,386.00 | \$0.00 | \$843,480.00 | \$469,419.00 | \$396,579.00 | \$994,431.00 | \$159,343.00 | \$1,438,163.00 |
| Total | \$35,476,254.00 | \$1,171,657.00 | \$1,196.00 | \$9,081,699.00 | \$1,215,151.00 | \$1,723,904.00 | \$1,993,983.00 | \$1,147,734.00 | \$19,140,930.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Pumping and Water Statistics - part one (Ref Page: 32)

| | Water Purchased For Resale (Omit 000' s) (b) | Water Pumped from Wells (Omit 000' s) (c) | Total Produced and Purchased (Omit 000' s) (d) | Water Sold To Customers (Omit 000' s) (e) |
|---------------------------|---|--|---|--|
| January | 13,075 | 1,190,822 | 1,203,897 | 934,558 |
| February | 12,070 | 1,108,596 | 1,120,666 | 789,727 |
| March | 12,308 | 1,176,163 | 1,188,471 | 827,929 |
| April | 10,748 | 1,141,708 | 1,152,456 | 899,965 |
| May | 10,322 | 1,288,246 | 1,298,568 | 945,965 |
| June | 9,261 | 1,308,413 | 1,317,674 | 1,013,959 |
| July | 11,399 | 1,388,067 | 1,399,466 | 1,156,956 |
| August | 11,492 | 1,441,215 | 1,452,707 | 1,131,012 |
| September | 9,376 | 1,297,975 | 1,307,351 | 1,146,704 |
| October | 8,110 | 1,253,155 | 1,261,265 | 1,004,756 |
| November | 10,511 | 1,117,809 | 1,128,320 | 938,366 |
| December | 11,797 | 1,129,813 | 1,141,610 | 876,173 |
| Total for the year | 130,469 | 14,841,982 | 14,972,451 | 11,666,070 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Pumping and Water Statistics - part two (Ref Page: 32)

| | Gallons | Date |
|---|---------|------------|
| Maximum Gallons pumped by all methods in any one day (Omit 000`s) | 53,644 | 9/13/2021 |
| Minimum Gallons pumped by all methods in any one day (Omit 000`s) | 33,150 | 11/25/2021 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Pumping and Water Statistics - part three (Ref Page: 32)

List

If water is purchased for resale, indicate the following:

Vendor See Attached file Ref Page 32 Part Three

Point of Delivery See Attached file Ref Page 32 Part Three

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Pumping and Water Statistics - part four (Ref Page: 32)

| Entity Receiving Water | Maximum Daily | Maximum Monthly |
|---|---------------|-----------------|
| If water is sold to other water utilities for redistribution, identify all entities with whom the utility has a water sales contract and the maximum quantity the utility is under contract | | |
| to provide daily and monthly. If unlimited then list "unlimited" otherwise list in thousands of gallons. | | |
| City of Midway | unlimited | unlimited |
| City Of Nicholasville | 650 | 20150 |
| City of Versailles | unlimited | unlimited |
| Jessamine South Elkhorn Water District (2) | 1152 | 35712 |
| Harrison County Water District | 150 | 4650 |
| Georgetown Municipal Water and Sewer Service | 950 | 28500 |
| East Clark Water | 2.1 | 65.1 |
| Peaks Mill Water District | 5 | 155 |
| Nicholas County Water District | | 1500 |
| Judy Water Association | 70 | 2100 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Sales For Resale (466) (Ref Page: 33)

| Company | Gallons (omit 000`s) | Avg. Rate per 1000 gallons | Amount |
|---|-----------------------------|-----------------------------------|-----------------------|
| City of Midway | 74,058 | \$4.46 | \$329,999.00 |
| East Clark Water | 120 | \$11.87 | \$1,424.00 |
| City of Nicholasville | 101,521 | \$4.50 | \$456,870.00 |
| City of Versailles | 0 | \$0.00 | \$13,579.00 |
| Jessamine South Elkhorn Water District (2 accounts) | 429 | \$30.99 | \$13,295.00 |
| Harrison County Water District | 18,108 | \$2.30 | \$41,696.00 |
| Georgetown Municipal Water and Sewer Service | 0 | \$0.00 | \$10,502.00 |
| Peaks Mill Water District | 45,052 | \$4.39 | \$197,650.00 |
| Nicholas Co. Water District | 365 | \$2.28 | \$834.00 |
| Judy Water Association | 32,086 | \$4.59 | \$147,304.00 |
| Unbilled Revenue | 0 | \$0.00 | (\$10,422.00) |
| Total | 271,739 | | \$1,202,731.00 |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Water Statistics (Ref Page: 35)

| Description | Gallons (Omit 000` s) | Percent |
|---|---|---------|
| 1. Water Produced, Purchased and Distributed: | | |
| 2. Water Produced | 14,841,982 | |
| 3. Water Purchased | 130,469 | |
| 4. Total Produced and Purchased | 14,972,451 | |
| 6. Water Sales: | | |
| 7. Residential | 5,874,579 | |
| 8. Commercial | 3,805,283 | |
| 9. Industrial | 565,901 | |
| 10. Bulk Loading Stations | 6,155 | |
| 11. Wholesale | 271,739 | |
| 12. Public Authorities | 1,142,413 | |
| 13. Other Sales (explain) | | |
| 14. Total Water Sales | 11,666,070 | |
| 16. Other Water Used | | |
| 17. Utility/water treatment plant | 18,773 | |
| 18. Wastewater plant | 7,039 | |
| 19. System flushing | 118,614 | |
| 20. Fire department | 1,148 | |
| 21. Other Usage (explain) | Construction, Flushing, Disinfection 4,841 | |
| 22. Total Other Water Used | 150,415 | |
| 24. Water Loss | | |
| 25. Tank Overflows | | |
| 26. Line Breaks | 120,833 | |
| 27. Line Leaks | 3,035,133 | |
| 28. Excavation Damages | | |
| 29. Theft | | |
| 30. Other Loss (Explain) | | |
| 31. Total Water Loss | 3,155,966 | |

Note: Line 14 + Line 22 + Line 31 must equal
Line 4

Water Loss Percentage

Line 31 divided by Line 4

21.0785

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Plant Statistics - Part B (Ref Page: 34)

| | | Type |
|---|--|-------|
| Choose one to indicate the type of Water Supply | | River |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Plant Statistics - Part C (Ref Page: 34)

| | | Type |
|--|--|---------|
| Choose one to indicate the type of Water Supply Method | | Pumping |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Plant Statistics (Ref Page: 36)

Give the following information

Number of fire hydrants, by size

Fayette County 7,409
 Scott County 519
 Clark County 61
 Bourbon County 84
 Gallatin County 20
 Owen County 132
 Woodford County 11
 Total Public 8,236

Number of private fire hydrants, by size

Fayette County 976
 Scott County 35
 Clark County -
 Bourbon County 35
 Gallatin County -
 Owen County -
 Woodford County -
 Total Private 1,046

If produced, whether water supply is river, impounded streams, well, springs, artificial lake, or collector well

Kentucky-American Water Company's major source of supply is the Kentucky River, with intakes at both Pool 9 and Pool 3. The company also utilizes Jacobson Reservoir which impounds East Hickman Creek. The Northern Division is served by Pool 3 of the Kentucky River. Lake Ellerslie which impounds West Hickman Creek is an emergency only supply.

If produced, whether supply is by gravity, pumping or a combination

Raw water is pumped to all treatment plants.

Type, capacity, and elevation of reservoirs at overflow and ground level

See Attached File - Ref Page 36 - Plant Statistics: Type, Capacity and Elevation of Reservoirs at Overflow and Ground Level

Miles of main by size and kind

See Attached file - Ref Page 36 - Plant Statistics: Miles of Main by Size and Kind

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Plant Statistics (Ref Page: 36)

Give the following information

Types of filters: gravity or pressure, number of units and total rated in capacity in gal. per min.

Kentucky River Station I

Type: Gravity

Units: 10

Capacity Per Unit Per Minute: 0.00278 MG/min

Total Capacity Per Minute: 0.027777778 MG/min

Richmond Road Station

Type: Gravity

Units: 8

Capacity Per Unit Per Minute: 0.002170139 MG/min

Total Capacity Per Minute: 0.017361111 MG/min

Kentucky River Station II at Hardin's Landing

Type: Gravity

Units: 5

Capacity Per Unit Per Minute: 0.003472 MG/min

Total Capacity Per Minute: 0.01736 MG/min

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Plant Statistics (Ref Page: 36)

Give the following information

Type of disinfectant,number of units and capacity in pounds per 24 hours

Kentucky River Station I
 Make: Verder
 Model D15HRPLS02025EI.VFD
 Units: 12 (10 Duty + 2 Standby)
 Capacity: 85 gallons per hour

Make: Verder
 Model D25HRPLS03040FI.VFD
 Units: 3 (1 Duty + 2 Standby)
 Capacity: 397 gallons per hour

Total Capacity 29,928 gallons per day

Richmond Road Station
 Make: Verder
 Model D15HRPLS02040EI.VFD
 Units: 3 (2 Duty + 1 Standby)
 Capacity: 397 gallons per hour

Make: Verder
 Model D25HRPLS03040FI.VFD
 Units: 4 (3 Duty + 1 Standby)
 Capacity: 198 gallons per hour

Total Capacity: 16,800 gallons per day

Kentucky River Station II at Hardin's Landing
 Type: Siemens Gas V-notch
 Units: 4
 Capacity: 1 @ 500 pounds, 2 @ 1000 pounds, 1 @ 1500
 Total Capacity: 2000 pounds per day

Station Equipment. List each pump,giving type and capacity, HP of driving unit and character of driving unit(steam/electric/int. combustion) also whether pump is high/ low duty

See Attached File - Ref Page 36 Plant Statistics: Station Equipment

Quantity of fuel used: coal in lbs., gas in cu.ft., oil in gals.,and electric in KWH

53,368,589 kwh

Give description and total cost of any sizable additions or retirements to plant and service outside the normal system of growth for the period covered by this report

None

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Plant Statistics (Ref Page: 36)

Give the following information

Capacity of clear well

Kentucky River Station

| | | |
|---|-----------|---------|
| Clearwell No. 1 - Concrete structure under control building | 485,000 | Gallons |
| Clearwell No. 2 - Concrete structure adjacent to control building engine room | 490,000 | Gallons |
| Clearwell No. 3 - Steel above ground tank | 2,000,000 | Gallons |

Richmond Road Station

| | | |
|--|---------|---------|
| CT Basin No. 1 - Outside Filter Building | 200,000 | Gallons |
| Clearwell No. 2 - Concrete structure adjacent to pumping station | 464,000 | Gallons |

Kentucky River Station II at Hardin's Landing

| | | |
|--------------------------------------|---------|---------|
| Clearwell No. 1 - Concrete structure | 800,000 | Gallons |
| Clearwell No. 2 - Concrete structure | 800,000 | Gallons |

Peak month, in gallons of water sold

August 2021 was peak month for System Delivery Produced Water = 1,441.190 MG
 July 2021 was peak month for Water Sold = 1,159.384 MG

Peak day, in gallons of water sold

Daily sales data is not available, September 13, 2021 was the peak day of water production at 53.644 (MG) million gallons

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

CheckList

| Item | Value 1 | Value 2 | Agree | Explain |
|---|--------------|--------------|-------|--|
| NOTE: Any mention of page numbers or Line items refers to the annual report published and distributed for the 1999 report period. | | | | |
| Identifications pages (ref 4-6) have been completed. | | | | |
| Balance Sheet - Assets and Other Debts (ref. pg 7) | | | | |
| Utility Plant (Accts 101-106) agrees with Sched: Net Utility Plants Accts 101-106 (ref pg 14) Line: Total Utility Plant | 883401080.00 | 869522461.00 | NO | Difference of \$13,878,619 is Sewer Utility |
| Accts 108-110 Acc. Depreciation and Amort. agrees with Sched: Analysis of Acc. Dep. and Amort. (ref pg 16) Line: Total 301-348 Col c | 198200454.00 | 194566880.00 | NO | Portion of difference is depreciated regulatory asset beginning balance of \$193,287 which is not included in PSC Value 2. Remainder of difference is \$3,440,287 which is sewer utility accumulated depreciation. |
| Accts 108-110 Acc. Depreciation and Amort. agrees with Sched: Analysis of Acc. Dep. and Amort. (ref pg 16) Line: Total 301-348 Col h | 214861575.00 | 210936567.00 | NO | Portion of difference is depreciated regulatory asset \$200,187. Calculated as beginning balance of \$193,287 + \$6,900 2021 current year's depreciation (shown in "other credits" section of page 14) = \$200,187 Remainder of difference is \$3,724,821 which is sewer utility accumulated depreciation |
| Accts 114-115 Utility Plant Acquisition Adjustments agrees with Sched: Utility Plant Acquisition Adjustments (ref pg 17) Line: Net Acquisition Adjustments (114-115) | 929793.00 | 954402.00 | NO | Difference of \$(24,609) is sewer utility |
| Accts 123 Investment in Assoc. Companies agrees with Sched: Investments and Spec. Funds (ref pg 18) Line: Total Investment in Associated Companies | 0 | 0 | OK | |
| Accts 124-125 Utility and Other Investments agrees with Sched: Investments and Spec. Funds (ref pg 18) Total Accts 124 and 125 | 0 | 0 | OK | |
| Accts 126 Sinking Funds agrees with Sched: Investments and Spec. Funds (ref pg 18) Line: Total Sinking Funds | 0 | 0 | OK | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

CheckList

| Item | Value 1 | Value 2 | Agree | Explain |
|---|-------------|-------------|--------|---------|
| Accts 127 Other Special Funds agrees with Sched: Investments and Spec. Funds (ref pg 18) Line: Total 127 Other Special Funds | | 0 | 0 | OK |
| Accts 141-144 Accounts and Notes Receivable agrees with Sched: Accts and Notes Receivable (ref pg 19) Line: Net Balance141-144 | 5911902.00 | 5911902.00 | | OK |
| Accts 151-153 Material and Supplies agrees with Sched: Material and Supplies (ref pg 20) Line: Total 151-153 | 2006394.00 | 2006394.00 | | OK |
| Accts 162 Prepayments agrees with Sched: Prepayments (ref pg 20) Line: Total 162 | 187378.00 | 187378.00 | | OK |
| Accts 181 Unamortized Debt Discount and Expense agrees with Sched: Unamortized Debt Discount and Exp. (ref pg 21) Line: Total 181 | 2531333.00 | 2531333.00 | | OK |
| Accts 182 Extraordinary Prop. losses agrees with Sched: Extraordinary Property Losses (ref pg 21) Line: Total 182 | | 0 | 0 | OK |
| Accts 186 Misc. Deferred Debits agrees with Sched: Misc. Deferred Debits (ref pg 20) Line: Total 186 | 21175323.00 | 21175323.00 | | OK |
| Accts 190 Acc. Deferred Income Taxes agrees with Sched: Accumulated Deferred Income Taxes (ref pg 21) Total Accumulated Deferred Income Taxes Balance Sheet - Equity Capitol and Liabilities (ref. pg 9) | | 0 | 0.0000 | OK |
| Accts 201 agress with Sched: Capital Stock (ref page 22) Common Stock - Total Par Value of Stk issued. | 36568776.00 | 36568776.00 | | OK |
| Accts 204 agress with Sched: Capital Stock (ref page 22) Preferred Stock - Total Par Value of Stk issued | 2250000.00 | 2250000.00 | | OK |
| Accts 214-215 Retained Earnings agrees with Sched: Statement of Retained Earnings (ref pg 13) Line: Total Retained Earnings 214-215 | 91166904.00 | 91166904.00 | | OK |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

CheckList

| Item | Value 1 | Value 2 | Agree | Explain |
|---|--------------|--------------|-------|---------|
| Accts 221 Bonds agrees with Sched: Account 221 (ref pg 24) Line: Total Outstanding Bonds Col 4 | 234587403.00 | 234587403.00 | OK | |
| Accts 221 Bonds agrees with Sched: Schedule of Bond Maturities (ref pg 24) Line: Total Remaining Bonds (Col 12) | 234587403.00 | 234587403.00 | OK | |
| Accts 224 Other Long Term Debt agrees with Sched: Long Term Debt (ref pg 23) Line: Total Acct 224 col f. | 0 | 0 | OK | |
| Accts 232 Notes Payable agrees with Sched: Notes Payable (Accts 232 and 234) (ref pg 25) Line: Total Acct 232 col f | 0 | 0 | OK | |
| Accts 233 Accounts Payable to Associated Co. agrees with Sched: Accounts Payable to Assoc. Companies (Accts 233) (ref pg 25) Line: Total Acct 233 | 1004183.00 | 1004183.00 | OK | |
| Accts 234 Notes Payable agrees with Sched: Notes Payable (Accts 232 and 234) (ref pg 25) Line: Total Acct 234 col f. | 21922222.00 | 21922222.00 | OK | |
| Accts 236 Taxes Accrued agrees with Sched: Taxes Accrued (Accts 236) (ref pg 26) Line: Beginning Balance | 7209744.00 | 7209744.00 | OK | |
| Accts 236 Taxes Accrued agrees with Sched: Taxes Accrued (Accts 236) (ref pg 26) Line: Ending Balance | 8693650.00 | 8693650.00 | OK | |
| Accts 237 Accrued Interest agrees with Sched: Accrued Interest (Accts 237) (ref pg 27) Line: Total 237 Balance Beginning of Year -Col b | 1879113.00 | 1879113.00 | OK | |
| Accts 237 Accrued Interest agrees with Sched: Accrued Interest (Accts 237) (ref pg 27) Line: Total 237 Balance End of Year -Col e | 1917860.00 | 1917860.00 | OK | |
| Accts 242 Misc. Current and Accrued Liabilities agrees with Sched: Misc current and Accrued Liabilities (Accts 242) (ref pg 27) Line: Total Miscellaneous and Current Accrued Liabilities | 4364158.00 | 4364158.00 | OK | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

CheckList

| Item | Value 1 | Value 2 | Agree | Explain |
|---|--------------|--------------|-------|---|
| Sched Accrued Interest Acct 237 (ref pg 26) Total Acct. No 237 Balance Beginning of Year agrees with Balance End of Year for previous period | 1879113.00 | 1879113.00 | OK | |
| Accts 251 Unamortized Premium on Debt agrees with Sched: Unamorted Debt Discount and Expense and Premium on Debt (Accts 181 - 251) (ref pg 21) Line: Total 251 | 0 | 0 | OK | |
| Accts 252 Advances for Construction agrees with Sched: Advances for Construction (Accts 252) (ref pg 22) Line: Total 252 | 12057467.00 | 12057467.00 | OK | |
| Acct 271 Contributions in Aid of Construction Previous Year agrees with Sched: Contributions in Aid of Construction (Accts 271) (ref pg 28) Beginning Balance | 113497776.00 | 113497776.00 | OK | |
| Acct 271 Contributions in Aid of Construction agrees with Sched: Contributions in Aid of Construction (Accts 271) (ref pg 28) Ending Balance | 117946799.00 | 117946799.00 | OK | |
| Acct 272 Acc Amorization of Contributions in Aid of Construction agrees with Sched: Contributions in Aid of Construction (Accts 271) (ref pg 28) Less Accumulated Amorization | 39842723.00 | 39842723.00 | OK | |
| Total Equity Capital and Liabilities agrees with Balance Sheet - Assets and Other Debits: Total Assets and Other Debits | 707894011.00 | 707894011.00 | OK | |
| Comparative Operating Statement (ref pg 11) | | | | |
| Accts 400 Operating Revenues agrees with Sched: Water Operating Revenue (Accts 400) (ref pg 30) Line: Total Water Operating Revenues - Col e | 102433385.00 | 102433385.00 | OK | |
| Accts 401 Operating Expenses agrees with Sched: Water Utility Expense Accounts (ref pg 31) Line: Total Accts (601-675) - Col c | 35476254.00 | 35476254.00 | OK | |
| Accts 408.1 Taxes Other than Income agrees with Schedule Taxes Accrued (Acct 236) (ref pg 26) Sum of Accts 408.10 - 408.13 | 8844518.00 | 8865231.00 | NO | Difference of \$(20,713) is sewer utility |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

CheckList

| Item | Value 1 | Value 2 | Agree | Explain |
|--|--------------|--------------|-------|---------|
| Accts 427 Interest Expense agrees with Sched: Accrued Interest (Acct 237) (ref pg 27) Line: Total Acct No 237 Col c - Interest Accrued | 9396047.00 | 9396047.00 | OK | |
| Net Income agrees with Sched: Statement of retained earnings (ref pg 13) Line: Balance Transferred from Income (Acct 435) | 22765593.00 | 22765593.00 | OK | |
| Accts 101 Utility Plant InService agrees with Sched: Water Utility Plant Accounts (ref pg 15) Line: Total Water Plant Col f - Current Year | 860596814.00 | 860596814.00 | OK | |
| Miscellaneous | | | | |
| The analysis of water utility plant accounts Cols c through k has been completed (Ref pg 15) | | | | |
| The analysis of accumulated depreciation and amortization by primary account has been completed. (Ref pg 16) | | | | |
| Sched: Misc. Defferred Debits (Acct 186) (pg 20) Deferred Rate Case (Acct 186.1) agrees with Sched: Amort. of Rate Case (Acct 665 and 667) (ref pg 28) Line: Total Col c - Amt Transferred to 186.1 | 0.0000 | 0.0000 | OK | |
| Schedule of Long Term Debt has been completed (ref pg 23) | | | | |
| Schedule of Bond Maturities has been completed (ref pg 24) | | | | |
| Taxes collected (example: school tax, sales tax, franchise tax) have been excluded from Revenue and Expenses (Ref pg 30) | | | | |
| The analysis of water opertating revenue Cols c,d and e have been completed. (Ref pg 30) | | | | |
| The analysis of water utility expense accounts Cols c through k have been completed. (Ref pg 31) | | | | |
| Schedule of Pumping and Purchased Water Statistics has been completed (Ref pg 32) | | | | |

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

CheckList

| Item | Value 1 | Value 2 | Agree | Explain |
|---|----------|----------|-------|---------|
| Sched Pumping and Water Statistics - part one (ref pg 32) Line Total for the Year Col Total (d) agrees with Sched Water Statistics (ref pg 33) Line 4. Total Produced and Purchased Col Gallons | 14972451 | 14972451 | OK | |
| Sched Pumping and Water Statistics - part one (ref pg 32) Line Total for the Year Col Water Sold(e) agrees with Sched Water Statistics (ref pg 33) Line 14 Total Water Sales Col Gallons | 11666070 | 11666070 | OK | |
| Sales for Resale (ref pg 33) 466 Total Gal agrees with Sched Water Statistics (ref pg 33) Line 11. Wholesale | 271739 | 271739 | OK | |
| Schedule Water Statistics (ref pg 35) Lines 14,22 and 31 must equal Line 4 | 14972451 | 14972451 | OK | |

The Oath Page has been completed.

15800 Kentucky-American Water Company 01/01/2021 - 12/31/2021

Upload supporting documents

| Document | Description | Supports |
|-------------------------------------|--|---|
| SD_15800_2021_1.pdf | Report of Dividend Payments to American Water as Required by Condition 21 of | Commission Order - Case Related |
| SD_15800_2021_2.pdf | Plant Statistics | Plant Statistics |
| SD_15800_2021_3.pdf | Pumping and Water Statistics | Pumping and Water Statistics - part three |
| SD_15800_2021_4.pdf | 2021 Affiliated Interest Report | OTHER |
| SD_15800_2021_5.pdf | | Audit Report |

OATH

Commonwealth of Kentucky)
County of Fayette) ss:

Nick Rowe makes oath and says
(Name of Officer)

that he/she is President of
(Official title of officer)

Kentucky-American Water Company
(Exact legal title or name of respondent)

that it is his/her duty to have supervision over the books of account of the respondent and to control the manner in which such books are kept; that he/she knows that such books have, during the period covered by the foregoing report, been kept in good faith in accordance with the accounting and other orders of the Public Service Commission of Kentucky, effective during the said period; that he/she has carefully examined the said report and to have the best of his/her knowledge and belief the entries contained in the said report have, so far as they relate to matters of account, been accurately taken from the said books of account and are in exact accordance therewith; that he/she believes that all other statements of fact contained in the said report are true; and that the said report is a correct and complete statement of the business and affairs of the above-named respondent during the period of time from and including

January 1, 2021 , to and including December 31, 2021

[Signature]
(Signature of Officer)

subscribed and sworn to before me, a Notary Public , in and for
the State and County named in the above this 24th day of March, 2022

(Apply Seal Here)

My Commission expires 7/25/24

[Signature]
(Signature of officer authorized to administer oath)