

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: **NOVEMBER 30, 2005**

DATA: ___ BASE **PERIOD** X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE **NO(S)**: WIP-1 (TOTAL COMPANY)

SCHEDULE A
Page 1 of 4
Witness Responsible: MA **Miller**, S. A. Valentine

Line No.	Description	Supporting Schedule Reference	Forecast Jurisdictional Rev Req	Base Period Jurisdictional Rev Req
1				
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3				
4	RATE BASE	B-1	<u>\$158,063,617</u>	<u>\$156,753,304</u>
5				
6	FORECASTED OPERATING INCOME AT CURRENT RATES	C-1	8,789,865	10,786,323
7				
8	EARNED RATE OF RETURN		5.56%	6.88%
9				
10	RATE OF RETURN	J-1	8.25%	8.19%
11				
12	REQUIRED OPERATING INCOME		<u>13,040,248</u>	<u>12,838,096</u>
13				
14	OPERATING INCOME DEFICIENCY		4,250,383	2,051,773
15				
16	GROSS REVENUE CONVERSION FACTOR	H-1	<u>1.6885112</u>	<u>1.6885112</u>
17				
18	REVENUE DEFICIENCY (1)		7,176,819	3,464,442
19				
20	ADJUSTED OPERATING REVENUES	C-1	<u>43,336,002</u>	<u>44,246,522</u>
21				
22	REVENUE REQUIREMENT		<u>\$50,512,921</u>	<u>\$47,710,964</u>
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(1) THE COMPANY'S PROPOSED RATES PER EXHIBIT 2 ARE DESIGNED TO PRODUCE
ADDITIONAL REVENUES OF APPROXIMATELY \$7,176,819

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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: ___ BASE PERIOD ___X_ FORECASTED PERIOD
TYPE OF FILING: X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): **W/P-1** (CENTRAL)

SCHEDULE A
Page 2 of 4

Witness Responsible: MA. Milled. S. A. Valentine

Line No.	Description	Supporting Schedule Reference	Forecast Jurisdictional Rev Req	Base Period Jurisdictional Rev Req
1				
2				
3				
4	RATE BASE	B-1	<u>\$154,740,713</u>	<u>\$153,750,955</u>
5				
6	FORECASTED OPERATING INCOME AT CURRENT RATES	C-1	8,737,333	10,622,619
7				
8	EARNED RATE OF RETURN		5.65%	6.91%
9				
10	RATE OF RETURN	J-1	8.25%	8.19%
11				
12	REQUIRED OPERATING INCOME		<u>12,766,109</u>	<u>12,592,203</u>
13				
14	OPERATING INCOME DEFICIENCY		4,028,776	1,969,584
15				
16	GROSS REVENUE CONVERSION FACTOR	H-1	<u>1.6885112</u>	<u>1.6885112</u>
17				
18	REVENUE DEFICIENCY (1)		6,802,633	3,325,665
19				
20	ADJUSTED OPERATING REVENUES	C-1	<u>42,417,695</u>	<u>43,416,080</u>
21				
22	REVENUE REQUIREMENT		<u>\$49,220,328</u>	<u>\$46,741,745</u>
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(1) THE COMPANY'S PROPOSED RATES PER EXHIBIT 2 ARE DESIGNED TO PRODUCE ADDITIONAL REVENUES OF APPROXIMATELY \$6,802,633

KENTUCKY-AMERICANWATERCOMPANY
CASE NO: **2004-00103**
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: ___ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): WIP-1 (TRI VILLAGE)

SCHEDULE A
Page 3 of 4
Witness Responsible: MA. **Miller**/ S. A. Valentine

Line No	Description	Supporting Schedule Reference	Forecast Jurisdictional Rev Req	Base Period Jurisdictional Rev Req
1				
2				
3				
4	RATE BASE	B-1	<u>\$3,137,287</u>	<u>\$2,924,511</u>
5				
6	FORECASTED OPERATING INCOME AT CURRENT RATES	C-1	60,373	161,011
7				
8	EARNED RATE OF RETURN		1.92%	5.51%
9				
10	RATE OF RETURN	J-1	8.25%	8.19%
11				
12	REQUIRED OPERATING INCOME		<u>258,826</u>	<u>239,517</u>
13				
14	OPERATING INCOME DEFICIENCY		198,453	78,508
15				
16	GROSS REVENUE CONVERSION FACTOR	H-1	<u>1.6885112</u>	<u>1.6885112</u>
17				
18	REVENUE DEFICIENCY (1)		335,091	132,558
19				
20	ADJUSTED OPERATING REVENUES	C-1	<u>825,059</u>	<u>785,938</u>
21				
22	REVENUE REQUIREMENT		<u>\$1,160,150</u>	<u>\$918,496</u>
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(1) THE COMPANY'S PROPOSED RATES PER EXHIBIT 2 ARE DESIGNED TO PRODUCE ADDITIONAL REVENUES OF APPROXIMATELY \$335,091

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): WIP-1 (ELK LAKE)

SCHEDULE A
Page 4 of 4
Witness Responsible: MA. Miller, S. A. Valentine

Line No.	Description	Supporting Schedule Reference	Forecast Jurisdictional Rev Req	Base Period Jurisdictional Rev Req
1				
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3				
4	RATE BASE	B-1	\$185,618	\$77,838
5				
6	FORECASTED OPERATING INCOME AT CURRENT RATES	C-1	(7,841)	2,693
7				
8	EARNED RATE OF RETURN		-4.22%	3.46%
9				
10	RATE OF RETURN	J-1	8.25%	8.19%
11				
12	REQUIRED OPERATING INCOME		15,313	6,375
13				
14	OPERATING INCOME DEFICIENCY		23,154	3,682
15				
16	GROSS REVENUE CONVERSION FACTOR	H-1	1.6885112	1.6885112
17				
18	REVENUE DEFICIENCY (1)		39,096	6,217
19				
20	ADJUSTED OPERATING REVENUES	C-1	93,248	44,504
21				
22	REVENUE REQUIREMENT		\$132,344	\$50,721
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(1) THE COMPANY'S PROPOSED RATES PER EXHIBIT 2 ARE DESIGNED TO PRODUCE
ADDITIONAL REVENUES OF APPROXIMATELY \$39,096

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
RATE BASE SUMMARY
AS OF JULY 31, 2004

DATA: _X_ BASE PERIOD — FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1

SCHEDULE B-1
PAGE 1 OF 2
Witness Responsible: M.A. Miller II, Bridwell

Line No.	Rate Base Component	Supporting Schedule Reference	Base Period Amount			
			Central Division	Tri-Village	Elk Lake	Total Water
1						
2	Utility Plant In Service	B-2	\$272,078,851	\$5,168,475	\$325,850	277,573,176
3						
4	Property Held for Future Use	B-2.6	0	0	0	0
5						
6	Utility Plant Acquisition Adjustments	W/P-1.2	88,093	212,939	108,476	409,508
7						
8	Accumulated Depreciation	B-3	(61,809,308)	(1,000,181)	(272,751)	(63,082,240)
9						
10	Accumulated Amortization	W/P-1.4	(7,674)	0		(7,674)
11						
12	Net Utility Plant In Service		210,349,962	4,381,233	161,575	214,892,770
13						
14						
15	Construction Work in Progress	B-4	3,337,832	6,722	0	3,344,554
16						
17	Working Capital Allowance	B-5	2,149,000	40,000	2,000	2,191,000
18						
19	Other Working Capital Allowance	B-5	462,149	0	0	462,149
20						
21	Contributions in Aid of Construction	B-6	(30,661,186)	(1,832,020)	(85,737)	(32,578,943)
22						
23	Customer Advances	B-6	(13,640,987)	(31,632)	0	(13,672,619)
24						
25	Deferred Income Taxes	B-6	(25,182,189)	(6,953)	0	(25,189,142)
26						
27	Deferred Investment Tax Credits	B-6	(128,408)	0	0	(128,408)
28						
29	Deferred Maintenance	W/P-1.11	2,140,605	148,894		2,289,499
30						
31	Deferred Debits	W/P-1.12	6,721,192	218,267	0	6,939,459
32						0
33	Other Rate Base Elements	W/P-1.12	(1,797,015)			(1,797,015)
34						
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45	Jurisdictional Rate Base		\$153,750,955	\$2,924,511	\$77,838	156,753,304
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 200400103
RATE BASE SUMMARY
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1

SCHEDULE B-1
PAGE 2 OF 2

Witness Responsible: M.A. Miller / L. Bridwell

Line No.	Rate Base Component	Supporting Schedule Reference	End of Period Amount				13 Month Average Forecast Period Amount			
			Central Division	Tri-Village	Elk Lake	Total Water	Central Division	Tri-Village	Elk Lake	Total Water
1										
2	Utility Plant In Service	B-2	\$290,557,236	5,658,210	325,850	296,541,296	\$282,241,975	\$5,285,630	\$325,850	287,853,455
3										
4	Property Held for Future Use	B-2.6	0	0	0	0	0	0	0	0
5										
6	Utility Plant Acquisition Adjustments	W/P-1-2	70,692	205,532	104,711	380,935	77,217	208,310	106,123	391,650
7										
8	Accumulated Depreciation	B-3	(71,199,791)	(1,138,201)	(272,751)	(72,610,743)	(67,589,421)	(1,085,165)	(268,449)	(68,943,035)
9										
10	Accumulated Amortization	W/P-1-4	(7,674)	0	0	(7,674)	(7,674)	0	0	(7,674)
11										
12	Net Utility Plant In Service		219,420,463	4,725,541	157,810	224,303,814	214,722,097	4,408,775	163,524	219,294,396
13										
14										
15	Construction Work in Progress	B-41 W/P-1-5	4,256,409	151,060	0	4,407,469	5,354,670	174,986	0	5,529,656
16										
17	Working Capital Allowance	B-5	945,000	5,000	800	950,800	2,418,000	55,000	6,000	2,479,000
18										
19	Other Working Capital Allowance	B-5	462,149	0	0	462,149	462,149	0	0	462,149
20										
21	Contributions In Aid of Construction	B-6	(34,029,830)	(1,857,493)	(84,382)	(35,971,705)	(32,847,434)	(1,841,890)	(84,847)	(34,774,171)
22										
23	Customer Advances	B-6	(16,145,112)	0	0	(16,145,112)	(15,359,373)	0	0	(15,359,373)
24										
25	Deferred Income Taxes	B-6	(26,549,990)	(11,318)	0	(26,561,308)	(26,479,114)	(8,449)	0	(26,487,563)
26										
27	Deferred Investment Tax Credits	B-6	(121,765)	0	0	(121,765)	(117,518)	0	0	(117,518)
28										
29	Deferred Maintenance	W/P-1-11	2,385,504	130,667	0	2,516,171	2,318,384	135,333	0	2,453,717
30										
31	Deferred Debits	W/P-1-12	6,047,577	210,691	99,598	6,357,866	6,423,194	213,532	100,941	6,737,667
32										
33	Other Rate Base Elements	W/P-1-12	(2,373,260)	0	0	(2,373,260)	(2,154,343)	0	0	(2,154,343)
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44										
45	Jurisdictional Rate Base		\$154,297,146	\$3,354,148	\$173,826	\$157,825,120	\$154,740,713	\$3,137,287	\$185,618	\$158,063,617
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PLANT IN SERVICE BY MAJOR GROUPING
AS OF JULY 31, 2004

DATA: X_ BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X_ ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): WIP-1

SCHEDULE B-2
PAGE 1 of 2
Witness Responsible: MA. Miller

Line No.	Major Property Grouping	Base Period				Jurisdictional Percent	Jurisdictional				End of Period Adjusted Jurisdiction
		Central Division	Tri-Village	Elk Lake	Total		Central Division	Tri-Village	Elk Lake	Total	
1											
2											
3	Intangibles	\$830,145	0	3,838	\$ 833,983	100%	\$830,145	\$0	\$3,838	\$ 833,983	\$
4											
5	Source of Supply and Pumping	22,363,110	1,136,716	58,104	23,557,930		22,363,110	1,136,716	58,104	23,557,930	0
6											
7	Water Treatment	32,289,441	51,538	7,618	32,328,597		32,269,441	51,538	7,618	32,328,597	0
8											
9	Transmission and Distribution	196,455,494	3,872,633	248,345	200,576,472		198,455,494	3,872,633	248,345	200,576,472	0
10											
11	General	20,160,661	107,588	7,945	20,276,194		20,160,681	107,588	7,945	20,276,194	0
12											
13	Completed Construction not Classified	0			0		0	0		0	0
14											
15	Other	0			0		0	0		0	0
16											
17		<u>\$272,078,851</u>	<u>\$5,168,475</u>	<u>\$325,850</u>	<u>\$277,573,178</u>		<u>\$272,078,851</u>	<u>\$5,168,475</u>	<u>\$325,850</u>	<u>\$277,573,176</u>	<u>\$0</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 200400103
PLANT IN SERVICE BY MAJOR GROUPING
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ R M S E D
WORKPAPER REFERENCE NO(S): WIP-1

SCHEDULE B-2
PAGE 2 OF 2
Witness Responsible: MA. Miller

Line No.	Major Property Grouping	Base Period	Jurisdictional Percent	Jurisdictional	Adjustments	End of Period Adjusted Jurisdiction	13 Month Average
1	Central Division						
2	Intangibles	\$501,898	<u>100%</u>	\$501,898	\$0	\$501,898	\$527,148
3							
4	Source of Supply and Pumping	22,404,093		22,404,093	0	22,404,093	22,379,854
5							
6	Water Treatment	32,691,488		32,691,488	0	32,691,488	32,498,573
7							
8	Transmission and Distribution	212,839,305		212,839,305	0	212,839,305	205,608,880
9							
10	General	22,120,452		22,120,452	0	22,120,452	21,227,520
11							
12	Completed Construction not Classified	0		0	0	0	0
13							
14	Other	0		0	0	0	0
15							
16		<u>\$290,557,236</u>		<u>\$290,557,236</u>	<u>\$0</u>	<u>\$290,557,236</u>	<u>\$282,241,975</u>
17	Tri-Village						
18	Intangibles	\$0	<u>100%</u>	\$0	\$0	\$0	\$0
19							
20	Source of Supply and Pumping	1,136,716		1,136,716	0	1,136,716	1,127,564
21							
22	Water Treatment	51,538		51,538	0	51,538	51,538
23							
24	Transmission and Distribution	4,341,281		4,341,281	0	4,341,281	3,991,397
25							
26	General	128,675		128,675	0	128,675	115,131
27							
28	Completed Construction not Classified				0	0	0
29							
30	Other				0	0	0
31							
32		<u>\$5,658,210</u>		<u>\$5,658,210</u>	<u>\$0</u>	<u>\$5,658,210</u>	<u>\$5,285,630</u>
33							
34	Elk Lake						
35	Intangibles	\$3,838	<u>100%</u>	\$3,838	\$0	\$3,838	\$3,838
36							
37	Source of Supply and Pumping	58,104		58,104	0	58,104	58,104
38							
39	Water Treatment	7,618		7,618	0	7,618	7,618
40							
41	Transmission and Distribution	248,345		248,345	0	248,345	248,345
42							
43	General	7,945		7,945	0	7,945	7,945
44							
45	Completed Construction not Classified				0	0	0
46							
47	Other	-			0	0	0
48							
49		<u>\$325,850</u>		<u>\$325,850</u>	<u>\$0</u>	<u>\$325,850</u>	<u>\$325,850</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
PLANT IN SERVICE BY ACCOUNTS AND SUBACCOUNTS
AS OF JULY 31, 2004

DATA: X BASE PERIOD — FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL — UPDATED — REVISED
WORKPAPER REFERENCE NO(S): W/P-1

SCHEDULE **B-2.1**
PAGE 1 of 8

Witness Responsible: MA Miller

Line No.	Acct No.	Account Title	Base Period			Jurisdictional Percent	Jurisdictional			Adjustment	Adjusted Jurisdiction			Total Water
			Central Division	Tri-Village	Elk Lake		Central Division	Tri-Village	Elk Lake		Central Division	Tri-Village	Elk Lake	
1														
2														
3		Intangible Plant												
4	301	Organization	\$23,020	\$0	\$0	100%	\$23,020	\$0	\$0	\$0	23,020	0	0	23,020
5	302	Franchise/Consents	70,261	0	0		70,261	0	0	0	70,261	0	0	70,261
6	3031	Other PIE Intangibles	125,793	0	3,838		125,793	0	3,838	0	125,793	0	3,838	129,631
7	3036	Other PIE Comprehensive Studies	611,071	0	0		611,071	0	0	0	611,071	0	0	611,071
8		Total Intangibles	630,145	0	3,838		630,145	0	3,838	0	630,145	0	3,838	633,983
9														
10		Source of Supply and Pumping Plant												
11	310	Land and Land Rights - SS	322,833	667,893	0		322,833	667,893	0	0	322,833	667,893	0	990,726
12	311	Structures and Improvements	265,573	341,948	27,734		265,573	341,948	27,734	0	265,573	341,948	27,734	635,255
13	312	Collecting and Impounding Reservoirs	1,013,271	0	0		1,013,271	0	0	0	1,013,271	0	0	1,013,271
14	313	Lake, River and Other Intakes	581,930	0	0		581,930	0	0	0	581,930	0	0	581,930
15	314	Wells and Springs	0	0	0		0	0	0	0	0	0	0	0
16	316	Supply Mains	5,069,822	0	14,520		5,069,822	0	14,520	0	5,069,822	0	14,520	5,084,342
17	320	Land and Land Rights - Pumping	81,790	0	750		81,790	0	750	0	81,790	0	750	82,540
18	321	Structures and Improvements	4,441,292	0	0		4,441,292	0	0	0	4,441,292	0	0	4,441,292
19	322	Boiler Plant Equipment	0	0	0		0	0	0	0	0	0	0	0
20	323	Other Power Production Equipment	572,278	0	0		572,278	0	0	0	572,278	0	0	572,278
21	325	Electric Pumping Equipment	9,419,809	126,875	15,100		9,419,809	126,875	15,100	0	9,419,809	126,875	15,100	9,561,784
22	326	Diesel Pumping Equipment	594,512	0	0		594,512	0	0	0	594,512	0	0	594,512
23	328	Other Pumping Equipment	0	0	0		0	0	0	0	0	0	0	0
24	3541		0	0	0		0	0	0	0	0	0	0	0
25	3711		0	0	0		0	0	0	0	0	0	0	0
26														
27		Total Source of Supply & Pumping	22,363,110	1,136,716	58,104		22,363,110	1,136,716	58,104	0	22,363,110	1,136,716	58,104	23,557,930
28														
29		Water Treatment Plant												
30	330	Land and Land Rights	68,164	0	0		68,164	0	0	0	68,164	0	0	68,164
31	331	Structures and Improvements	7,961,564	0	0		7,961,564	0	0	0	7,961,564	0	0	7,961,564
32	332	Water Treatment Equipment	24,239,713	51,538	7,618		24,239,713	51,538	7,618	0	24,239,713	51,538	7,618	24,298,869
33	334	Water Treatment - GAC	0	0	0		0	0	0	0	0	0	0	0
34														
35		Total Water Treatment	32,269,441	51,538	7,618		32,269,441	51,538	7,618	0	32,269,441	51,538	7,618	32,328,597
36														
37		Transmission and Distribution Plant												
38	340	Land and Land Rights	3,648,042	0	1,250		3,648,042	0	1,250	0	3,648,042	0	1,250	3,649,292
39	341	T & D Structures and Improvements	724,970	0	0		724,970	0	0	0	724,970	0	0	724,970
40	342	Distribution Reservoirs and Standpipes	6,476,416	888,385	30,749		6,476,416	888,385	30,749	0	6,476,416	888,385	30,749	7,395,552
41	343	Transmission and Distribution Mains	129,453,633	2,537,491	145,823		129,453,633	2,537,491	145,823	0	129,453,633	2,537,491	145,823	132,136,947
42	345	Services	28,628,556	82,697	0		28,628,556	82,697	0	0	28,628,556	82,697	0	28,711,253
43	346	Meters	6,056,904	344,146	56,623		6,056,904	344,146	56,623	0	6,056,904	344,146	56,623	6,457,673
44	347	Meter Installations	13,116,151	1,896	0		13,116,151	1,896	0	0	13,116,151	1,896	0	13,118,047
45	348	Hydrants	8,350,620	18,018	13,900		8,350,620	18,018	13,900	0	8,350,620	18,018	13,900	8,382,738
46														
47		Total Transmission and Distribution	196,455,494	3,872,633	248,345		196,455,494	3,872,633	248,345	0	196,455,494	3,872,633	248,345	200,576,472
48														
49														
50														

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PLANT IN SERVICE BY ACCOUNTS AND SUBACCOUNTS
AS OF JULY 31, 2004

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): **W/P-1**

SCHEDULE B-2.1
PAGE 2 of 8
Witness Responsible: M.A. Miller

Line NO.	Acct No.	Account Title	Base Period			Jurisdictional Percent	Jurisdictional			Adjustment	Adjusted Jurisdiction			Total Water
			Central Division	Tri-Village	Elk Lake		Central Division	Tri-Village	Elk Lake		Central Division	Tri-Village	Elk Lake	
1														
2														
3		General Plant												
4	389.2	Stores Shop & Garage Land	\$0	\$0	0		\$0	\$ -	\$ -	\$0	\$0	0	0	0
5	390	Structures and Improvements	5,641,725	-	0		5,641,725	0	0	0	5,641,725	0	0	5,641,725
6	391	Office Furniture and Equipment	7,660,699	47,600	0		7,660,699	47,600	0	0	7,660,699	47,600	0	7,708,299
7	392	Transportation Equipment	2,076,298	17,000	7,445		2,076,298	17,000	7,445	0	2,076,298	17,000	7,445	2,100,743
8	393	Stores Equipment	35,547	-	0		35,547	0	0	0	35,547	0	0	35,547
9	394	Tools, Shop and Garage Equipment	793,330	4,566	0		793,330	4,566	0	0	793,330	4,566	0	797,896
10	395	Laboratory Equipment	901,596	-	0		901,596	0	0	0	901,596	0	0	901,596
11	396	Power Operated Equipment	512,488	35,704	0		512,488	35,704	0	0	512,488	35,704	0	548,192
12	397	Communication Equipment	1,859,461	2,718	0		1,859,461	2,718	0	0	1,859,461	2,718	0	1,862,179
13	398	Miscellaneous Equipment	546,235	-	0		546,235	0	0	0	546,235	0	0	546,235
14	399	Other Tangible Property	-	-	500		133,282	0	500	0	133,282	0	500	133,782
15														
16		Total General	20,160,661	107,588	7,945		20,160,661	107,588	7,945	0	20,160,661	107,588	7,945	20,276,194
17														
18														
19														
20		Total Utility Plant in Service	\$272,078,851	\$5,168,475	\$325,850		\$272,078,851	\$5,168,475	\$325,850	\$0	\$272,078,851	\$5,168,475	\$325,850	\$277,573,176
21														
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
PLANT IN SERVICE BY ACCOUNTS AND SUBACCOUNTS
AS OF NOVEMBER 30, 2006

DATA: ___BASE PERIOD_X_ FORECASTED PERIOD
TYPE OF FIUNO: X ORIGINAL ___UPDATED ___REVISED
WORKPAPER REFERENCE NO(S): W/P-1
CENTRAL DIVISION

SCHEDULE B-21
PAGE 3 of 8
Witness Responsible: M.A. Miller

Line No.	Acct No.	Account Title	Forecasted Total Company	Jursdictional Percent	Jurisdictional Total	Adjustment	Adjusted Jurisdiction	13 Month Average
1								
2								
3		Intangible Plant						
4	310000	Organization	\$23,020	<u>100%</u>	\$23,020	\$0	\$23,020	23,020
5	302000	Franchise/Consents	70,261		70,261	0	70,261	70,261
6	339100	Other PIE Intangibles	125,793		125,793	0	125,793	125,793
7	339600	Other PIE Comprehensive Studies	282,824		282,824	0	282,824	308,074
8		Total Intangibles	<u>501,898</u>		<u>501,898</u>		<u>501,898</u>	<u>527,148</u>
9								
10		Source of Supply and Pumping Plant						
11	303200	Land and Land Rights - SS	322,833		322,833	0	322,833	322,833
12	304100	Structures and Improvements	265,573		265,573	0	265,573	265,573
13	305000	Collecting and Impounding Reservoirs	1,013,271		1,013,271	0	1,013,271	1,013,271
14	306000	Lake, River and Other Intakes	581,930		581,930	0	581,930	581,930
15	0	Wells and Springs	-		0	0	0	0
16	309000	Supply Mains	5,069,822		5,069,822	0	5,069,822	5,069,822
17	303300	Land and Land Rights - Pumping	91,144		91,144	0	91,144	81,790
18	304200	Structures and Improvements	4,441,292		4,441,292	0	4,441,292	4,449,926
19	0	Boiler Plant Equipment	-		0	0	0	0
20	310100	Other Power Production Equipment	572,278		572,278	0	572,278	572,278
21	325	Electric Pumping Equipment	9,451,438		9,451,438	0	9,451,438	9,427,919
22	326	Diesel Pumping Equipment	594,512		594,512	0	594,512	594,512
23	328	Other Pumping Equipment	0		0	0	0	0
24	3541		0		0	0	0	0
25	3711		0		0	0	0	0
26								
27		Total Source of Supply & Pumping	<u>22,404,093</u>		<u>22,404,093</u>	<u>0</u>	<u>22,404,093</u>	<u>22,379,854</u>
28								
29		Water Treatment Plant						
30	330	Land and Land Rights	68,164		68,164	0	68,164	68,164
31	331	Structures and Improvements	8,036,215		8,036,215	0	8,036,215	8,030,473
32	332	Water Treatment Equipment	24,587,109		24,587,109	0	24,587,109	24,399,936
33	334	Water Treatment - GAC	0		0	0	0	0
34								
35		Total Water Treatment	<u>32,691,488</u>		<u>32,691,488</u>	<u>0</u>	<u>32,691,488</u>	<u>32,498,573</u>
36								
37		Transmission and Distribution Plant						
38	340	Land and Land Rights	3,648,042		3,648,042	0	3,648,042	3,648,042
39	341	T & D Structures and Improvements	781,133		781,133	0	781,133	776,813
40	342	Distribution Reservoirs and Standpipes	10,100,546		10,100,546	0	10,100,546	7,170,420
41	343	Transmission and Distribution Mains	137,000,036		137,000,036	0	137,000,036	134,720,963
42	345	Services	31,013,059		31,013,059	0	31,013,059	30,028,871
43	346	Meters	6,927,420		6,927,420	0	6,927,420	6,625,419
44	347	Meter Installations	14,525,965		14,525,965	0	14,525,965	13,979,011
45	348	Hvdrants	8,843,104		8,843,104	0	8,843,104	8,659,341
46								
47		Total Transmission and Distribution	<u>212,839,305</u>		<u>212,839,305</u>	<u>0</u>	<u>212,839,305</u>	<u>205,608,880</u>
48								
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PLANT IN SERVICE BY ACCOUNTS AND SUBACCOUNTS
AS OF NOVEMBER 30, 2005

SCHEDULE B-2.1

PAGE 4 of 8

Witness Responsible: M A Miller

DATA: ___ BASI EI)D_X_FC CA PERIOD
TYPE OF FILING: X ORIGINAL ___ UI ___ RMSED
WORKPAPER REFERENCE NO(S): W/P-1
CENTRAL DIVISION

Line No.	Acct No.	Account Title	Forecasted Total Company	Jursdictional Percent	Jursdictional Total	Adjustment	Adjusted Jurisdiction	13 Month Average
2								
3		General Plant						
4	389.2	Stores Shop & Garage Land	\$0		\$0	\$0	\$0	\$0
5	390	Structures and Improvements	6,814,148		6,814,148	0	6,814,148	6,091,400
6	391	Office Furniture and Equipment	8,063,444		8,063,444	0	8,063,444	8,073,494
7	392	Transportation Equipment	2,197,096		2,197,096	0	2,197,096	2,142,205
8	393	Stores Equipment	35,547		35,547	0	35,547	35,547
9	394	Tools, Shop and Garage Equipment	861,315		861,315	0	861,315	828,326
10	395	Laboratory Equipment	1,055,051		1,055,051	0	1,055,051	977,685
11	396	Power Operated Equipment	512,488		512,488	0	512,488	512,488
12	397	Communication Equipment	1,888,139		1,888,139	0	1,888,139	1,873,557
13	398	Miscellaneous Equipment	559,942		559,942	0	559,942	559,536
14	399	Other Tangible Property	133,282			0	133,282	133,282
15								
16		Total General	22,120,452		22,120,452	0	22,120,452	21,227,520
17								
18								
19		Total Utility Plant in Service	\$290,557,236		\$290,557,236	\$0	\$290,557,236	\$282,241,975
20								
21								
22								
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
PLANT IN SERVICE BY ACCOUNTS AND SUBACCOUNTS
AS OF NOVEMBER 30, 2006

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILE: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1
TRI-VILLAGE

SCHEDULE B-2.1
PAGE 5 of 8
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Forecasted Total Company	Jurisdictional Percent	Jurisdictional Total	Adjustment	Adjusted Jurisdiction	13 Month Average
1								
2								
3		<u>Intangible Plant</u>						
4	310000	Organization	\$0	<u>100%</u>	\$0	\$0	\$0	0
5	302000	Franchise/Consents			0	0	0	0
6	339100	Other PIE Intangibles			0	0	0	0
7	339600	Other PIE Comprehensive Studies			0	0	0	0
8		Total Intangibles	<u>0</u>		<u>0</u>		<u>0</u>	<u>0</u>
9								
10		<u>Source of Supply and Pumping Plant</u>						
11	303200	Land and Land Rights - SS	667,893		667,893	0	667,893	667,893
12	304100	Structures and Improvements	341,948		341,948	0	341,948	332,796
13	305000	Collecting and Impounding Reservoirs			0	0	0	0
14	306000	Lake, River and Other Intakes			0	0	0	0
15	0	Wells and Springs			0	0	0	0
16	309000	Supply Mains			0	0	0	0
17	303300	Land and Land Rights - Pumping			0	0	0	0
18	304200	Structures and Improvements			0	0	0	0
19	0	Boiler Plant Equipment			0	0	0	0
20	310100	Other Power Production Equipment			0	0	0	0
21	325	Electric Pumping Equipment	126,875		126,875	0	126,875	126,875
22	326	Diesel Pumping Equipment	0		0	0	0	0
23	328	Other Pumping Equipment	0		0	0	0	0
24	3541		0		0	0	0	0
25	3711		0		0	0	0	0
26								
27		Total Source of Supply & Pumping	1,136,716		1,136,716	0	1,136,716	1,127,564
28								
29		<u>Water Treatment Plant</u>						
30	330	Land and Land Rights	0		0	0	0	0
31	331	Structures and Improvements	0		0	0	0	0
32	332	Water Treatment Equipment	51,538		51,538	0	51,538	51,538
33	334	Water Treatment- GAC	0		0	0	0	0
34								
35		Total Water Treatment	51,538		51,538	0	51,538	51,538
36								
37		<u>Transmission and Distribution Plant</u>						
38	340	Land and Land Rights	0		0	0	0	0
39	341	T & D Structures and Improvements.	0		0	0	0	0
40	342	Distribution Reservoirs and Standpipes	888,385		888,385	0	888,385	857,578
41	343	Transmission and Distribution Mains	2,913,947		2,913,947	0	2,913,947	2,631,175
42	345	Services	153,330		153,330	0	153,330	126,322
43	346	Meters	353,632		353,632	0	353,632	350,267
44	347	Meter Installations	8,697		8,697	0	8,697	5,604
45	348	Hvdrants	23,290		23,290	0	23,290	20,451
46								
47		Total Transmission and Distribution	4,341,281		4,341,281	0	4,341,281	3,991,397
48								
49								
50								

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PLANT IN SERVICE BY ACCOUNTS AND SUBACCOUNTS
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD **X** FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ R M S E D
WORKPAPER REFERENCE NO(S): W/P-1
TRI-VILLAGE

SCHEDULE B-2.1
PAGE 6 of 8
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Forecasted Total Company	Jurisdictional Percent	Jurisdictional Total	Adjustment	Adjusted Jurisdiction	13 Month Average
1								
2								
		General Plant						
4	389.2	Stores Shop & Garage Land	\$0		\$0	\$0	\$0	\$0
5	390	Structures and Improvements	0		0	0	0	0
6	391	Office Furniture and Equipment	47,600		47,600	0	47,600	47,600
7	392	Transportation Equipment	17,000		17,000	0	17,000	17,000
8	393	Stores Equipment	0		0	0	0	0
9	394	Tools, Shop and Garage Equipment	16,164		16,164	0	16,164	10,892
10	395	Laboratory Equipment	0		0	0	0	0
11	396	Power Operated Equipment	35,704		35,704	0	35,704	35,704
12	397	Communication Equipment	2,718		2,718	0	2,718	2,718
13	398	Miscellaneous Equipment	9,489		9,489	0	9,489	1,217
14	399	Other Tangible Property	0		0	0	0	0
15								
16		Total General	128,675		128,675	0	128,675	115,131
17								
18								
19		Total Utility Plant in Service	\$5,658,210		\$5,658,210	\$0	\$5,658,210	\$5,285,630

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PLANT IN SERVICE BY ACCOUNTS AND SUBACCOUNTS
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1
ELK LAKE

SCHEDULE B-2.1
PAGE 7 of 8
Witness Responsible: MA. Miller

Line No.	Acct No	Account Title	Forecasted Total Company	Jurisdictional Percent	Jurisdictional Total	Adjustment	Adjusted Jurisdiction	13 Month Average
1								
2								
3								
4	310000	<u>Intangible Plant</u>						
5	302000	Organization	\$0	<u>100%</u>	\$0	\$0	\$0	0
6	339100	Franchise/Consents	-		0	0	0	0
7	339600	Omer PIE Intangibles	3,838		3,838	0	3,838	3,838
8		Omer PIE Comprehensive Studies	-		0	0	0	0
9		Total Intangibles	3,838		3,838	-	3,838	3,838
10		<u>Source of Supply and Pumping Plant</u>						
11	303200	Land and Land Rights - SS	-		0	0	0	0
12	304100	Structures and Improvements	27,734		27,734	0	27,734	27,734
13	305000	Collecting and Impounding Reservoirs			0	0	0	0
14	306000	Lake, Riier and Other Intakes			0	0	0	0
15	0	Wells and Springs			0	0	0	0
16	309000	supply Mains	14,520		14,520	0	14,520	14,520
17	303300	Land and Land Rights - Pumping	750		750	0	750	750
18	304200	Structures and Improvements			0	0	0	0
19	0	Boiler Plant Equipment			0	0	0	0
20	310100	Other Power Production Equipment			0	0	0	0
21	325	Electric Pumping Equipment	15,100		15,100	0	15,100	15,100
22	326	Diesel Pumping Equipment	0		0	0	0	0
23	328	Omer Pumping Equipment	0		0	0	0	0
24	3541		0		0	0	0	0
25	3711		0		0	0	0	0
26								
27		Total Source of Supply & Pumping	58,104		58,104	0	58,104	58,104
28								
29		<u>Water Treatment Plant</u>						
30	330	Land and Land Rights	0		0	0	0	0
31	331	Structures and Improvements	0		0	0	0	0
32	332	Water Treatment Equipment	7,618		7,618	0	7,618	7,618
33	334	Water Treatment - GAC	0		0	0	0	0
34								
35		Total Water Treatment	7,618		7,618	0	7,618	7,618
36								
37		<u>Transmission and Distribution Plant</u>						
38	340	Land and Land Rights	1,250		1,250	0	1,250	1,250
39	341	T : D St anc Improvements	0		0	0	0	0
40	342	Distribution Reservoirs and Standpipes	30,749		30,749	0	30,749	30,749
41	343	Transmission and Distribution Mains	145,823		145,823	0	145,823	145,823
42	345	Services	0		0	0	0	0
43	346	Meters	56,623		56,623	0	56,623	56,623
44	347	Meter Installations	0		0	0	0	0
45	348	Hydrants	13,900		13,900	0	13,900	13,900
46								
47		Total Transmission and Distribution	248,345		248,345	0	248,345	248,345
48								
49								
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PLANT IN SERVICE BY ACCOUNTS AND SUBACCOUNTS
AS OF NOVEMBER 30, 2008

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1
ELK LAKE

SCHEDULE B-2.1
PAGE 8 of 8
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Forecasted Total Company	Jurisdictional Percent	Jurisdictional Total	Adjustment	Adjusted Jurisdiction	13 Month Average
1								
2								
3		<u>General Plant</u>						
4	3892	Stores Shop & Garage Land	\$0		\$0	\$0	\$0	\$0
5	390	Structures and Improvements	0		0	0	0	0
6	391	Office Furniture and Equipment	0		0	0	0	0
7	392	Transportation Equipment	7,445		7,445	0	7,445	7,445
8	393	Stores Equipment	0		0	0	0	0
9	394	Tools, Shop and Garage Equipment	0		0	0	0	0
10	395	Laboratory Equipment	0		0	0	0	0
11	396	Power Operated Equipment	0		0	0	0	0
12	397	Communication Equipment	0		0	0	0	0
13	398	Miscellaneous Equipment	0		0	0	0	0
14	399	Other Tangible Property	500		500	0	500	500
15								
16		Total General	7,945		7,945	0	7,945	7,945
17								
18								
19		Total Utility Plant in Service	\$325,850		\$325,850	\$0	\$325,850	\$325,850

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
PROPOSED ADJUSTMENTS TO PLANT IN SERVICE
AS OF JULY 31, 2004

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED RMSED
WORKPAPER REFERENCE NO(S): WIP-1

SCHEDULE 6-22
PAGE 1 of 2
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Total Company Adjustment	Jurisdictional Percent	Jurisdictional Adjustment	Workpaper Reference Number	Description/Purpose of Adjustment
1							
2		<u>CENTRAL DIVISION</u>			Not Applicable		
3							
4							
5							
6							
7							
8							
9							
10		<u>TRI-VILLAGE</u>			Not Applicable		
11							
12							
13							
14							
15							
16							
17							
18		<u>ELKIAKE</u>			Not Applicable		
19							
20							
21							
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PROPOSED ADJUSTMENTS TO PLANT IN SERVICE
AS OF NOVEMBER 30, 2006

DATA: ___ BA PERIOD: X F 3 PERI
TYPE OF FILING: X ORIGINAL ED ___ RMS ED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-2.2
PAGE 2 of 2
Witness Responsible: M.A. Miller

Line No	Acct No	Account Title	Total Company Adjustment	Jurisdictional Percent	Jurisdictional Adjustment	Workpaper Reference Number	Description/Purpose of Adjustment
1							
2	<u>CENTRAL DIVISION</u>			Not Applicable			
3							
4							
5							
6							
7							
8							
9							
10	<u>TRI-VILLAGE</u>			Not Applicable			
11							
12							
13							
14							
15							
16							
17							
18	<u>ELK LAKE</u>			Not Applicable			
19							
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
GROSS ADDITIONS, RETIREMENTS AND TRANSFERS
FROM AUGUST 2003 TO JULY 2004

SCHEDULE **B-2.3**
PAGE 1 OF 12

DATA: **BASE PERIOD** FORECASTED PERIOD
TYPE OF FILING: **ORIGINAL** UPDATED REVISED
WORKPAPER REFERENCE NO(S): **W/P-1**
CENTRAL DIVISION

Witness Responsible: **M. A. Miller / L. Bridwell**

Line No	Acct No	Account Title	Base Period Beginning Balance	Additions	Retirements	Amount	Transfers/Reclassifications Explanation	Other Accts Involved	Base Period Ending Balance
1									
2									
3		<u>Inlandable Plant</u>							
4	301	Organization	\$23,020	\$ -	\$0	\$0			\$23,020
5	302	Franchise/Consents	70,261	0	0	0			70,261
6	3031	Other PIE Intangibles	125,793	0	0	0			125,793
7	3036	Other PIE Comprehensive Studies	611,071	0	0	0			611,071
8		Total Intangibles	830,145	0	0	0			830,145
9									
10		<u>Source of Supply and Pumping Plant</u>							
11	310	Land and Land Rights- SS	322,833	0	0	0			322,833
12	311	Structures and Improvements	316,267	14,501	65,195	0			265,573
13	312	Collecting and Impounding Reservoirs	1,013,271	0	0	0			1,013,271
14	313	Lake, Riler and Other Intakes	581,930	0	0	0			581,930
15	314	Wells and Springs	0	0	0	0			0
16	316	Supply Mains	5,069,822	0	0	0			5,069,822
17	320	Land and Land Rights - Pumping	81,790	0	0	0			81,790
18	321	Structures and Improvements	4,441,292	0	0	0			4,441,292
19	322	Boiler Plant Equipment	0	0	0	0			0
20	323	Other Power Production Equipment	558,167	14,111	0	0			572,278
21	325	Electric Pumping Equipment	9,287,632	196,986	64,809	0			9,419,809
22	326	Diesel Pumping Equipment	594,512	0	0	0			594,512
23	328	Other Pumping Equipment	0	0	0	0			0
24			0	0	0	0			0
25			0	0	0	0			0
26									
27		Total Source of Supply & Pumping	22,267,516	225,598	130,004	0			22,363,110
28									
29		<u>Water Treatment Plant</u>							
30	330	Land and Land Rights	68,164	0	0	0			68,164
31	331	Structures and Improvements	7,909,875	51,794	105	0			7,961,564
32	332	Water Treatment Equipment	23,946,434	334,887	41,608	0			24,239,713
33	334	Water Treatment- GAC	0	0	0	0			0
34									
35		Total Water Treatment	31,924,473	386,681	41,713	0			32,269,441
36									
37		<u>Transmission and Distribution Plant</u>							
38	340	Land and Land Rights	3,548,301	99,916	175	0			3,648,042
39	341	T & D Structures and Improvements	724,970	0	0	0			724,970
40	342	Distribution Reservoirs and Standpipes	5,081,000	1,395,418	0	0			6,476,418
41	343	Transmission and Distribution Mains	122,378,430	7,188,553	113,350	0			129,453,633
42	345	Services	26,393,145	2,307,340	71,929	0			28,628,556
43	346	Meters	5,475,970	798,097	217,163	0			6,056,904
44	347	Meter Installations	12,457,260	851,498	192,607	0			13,116,151
45	348	Hydrants	7,624,245	732,079	5,504	0			8,350,820
46									
47		Total Transmission and Distribution	183,683,321	13,372,901	600,728	0			196,455,494
48									
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
GROSS ADDITIONS, RETIREMENTS AND TRANSFERS
FROM AUGUST 2003 TO JULY 2004

SCHEDULE B-2.3

PAGE 2 OF 12

Witness Responsible: M.A. Miller / L. Bridwell

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FUND ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1
CENTRAL DIVISION

Line No	Acct No	Account Title	Base Period Beginning Balance	Additions	Rebrements	Amount	Transfers/Reclassifications Explanation	Other Accts Involved	Base Period Ending Balance
2									
3		General Plant							
4	389.2	Stores Shop & Garage Land	\$0	\$0	\$0	\$0			\$0
5	390	Structures and Improvements	5,208,787	469,213	36,275	0			5,641,725
6	391	Office Furniture and Equipment	4,030,777	3,824,485	194,563	0			7,660,699
	392	Transportation Equipment	2,145,447	107,462	176,611	0			2,076,298
	393	Stores Equipment	35,547	0	0	0			35,547
	394	Tools, Shop and Garage Equipment	786,181	10,649	3,500	0			793,330
10	395	Laboratory Equipment	872,027	42,069	12,500	0			901,596
11	396	Power Operated Equipment	506,399	6,089	0	0			512,488
12	397	Communication Equipment	1,808,068	51,393	0	0			1,859,461
13	398	Miscellaneous Equipment	465,364	95,259	14,388	0			546,235
14	399	Other Tangible Property	127,678	5,604	0	0			133,282
15									
16		Total General	15,986,275	4,612,223	437,837	0			20,160,661
17									
18									
19		Total Utility Plant in Service	\$254,691,730	\$18,597,403	\$1,210,282	\$0			\$272,078,851
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
GROSS ADDITIONS, RETIREMENTS AND TRANSFERS
FROM AUGUST 1, 2004 TO NOVEMBER 30, 2005

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1-1
CENTRAL DIVISION

SCHEDULE B-2.3
PAGE 3 OF 12
Witness Responsible: MA. Miller / L. Bridwell

Line No	Acct No	Account Title	Beginning Balance	Additions	Reirements	Amount	Explanation	Transfers/Reclassifications		Fore Period Ending Balance	13 Month Average
								Other Accts Involved			
1											
2											
3		<u>Intangible Plant</u>									
4	301	Organization	\$23,020	\$0	\$0	\$0				\$23,020	\$23,020
5	302	Franchise/Consents	70,261	0	0	0				70,261	70,261
6	3031	Other PIE Intangibles	125,793	0	0	0				125,793	125,793
7	3036	Other PIE Comprehensive Studies	611,071	0	0	(328,247)	Reclassify 1992 CPS Costs			282,824	308,074
8		Total Intangibles	830,145	0	0	(328,247)				501,898	527,148
9											
10		<u>Source of Supply and Pumping Plant</u>									
11	310	Land and Land Rights - SS	322,833	0	0	0				322,833	322,833
12	311	Structures and Improvements	265,573	0	0	0				265,573	265,573
13	312	Collecting and Impounding Reservoirs	1,013,271	0	0	0				1,013,271	1,013,271
14	313	Lake, River and Other Intakes	581,930	0	0	0				581,930	581,930
15	314	Wells and Springs	0	0	0	0				0	0
16	316	Supply Mains	5,069,822	0	0	0				5,069,822	5,069,822
17	320	Land and Land Rights - Pumping	81,790	0	0	9,354	Reclassify 1992 CPS Costs			91,144	81,790
18	321	Structures and Improvements	4,441,292	0	0	0				4,441,292	4,449,926
19	322	Boiler Plant Equipment	0	0	0	0				0	0
20	323	Other Power Production Equipment	572,278	0	0	0				572,278	572,278
21	325	Electric Pumping Equipment	9,419,809	31,629	0	0				9,451,438	9,427,919
22	326	Diesel Pumping Equipment	594,512	0	0	0				594,512	594,512
23	328	Other Pumping Equipment	0	0	0	0				0	0
24			0	0	0	0				0	0
25			0	0	0	0				0	0
26											
27		Total Source of Supply & Pumping	22,363,110	31,629	0	9,354				22,404,093	22,379,854
28											
29		<u>Water Treatment Plant</u>									
30	330	Land and Land Rights	68,164	0	0	0				68,164	68,164
31	331	Structures and Improvements	7,961,564	0	0	74,651	Reclassify 1992 CPS Costs			8,036,215	8,030,473
32	332	Water Treatment Equipment	24,239,713	362,006	30,925	16,315	Reclassify 1992 CPS Costs			24,587,109	24,399,936
33	334	Water Treatment - GAC	0	0	0	0				0	0
34											
35		Total Water Treatment	32,269,441	362,006	30,925	90,966				32,691,488	32,498,573
36											
37		<u>Transmission and Distribution Plant</u>									
38	340	Land and Land Rights	3,648,042	0	0	0				3,648,042	3,648,042
39	341	T & D Structures and Improvements	724,970	0	0	56,163	Reclassify 1992 CPS Costs			781,133	776,813
40	342	Distribution Reservoirs and Standpipes	6,476,418	3,595,222	0	28,906	Reclassify 1992 CPS Costs			10,100,546	7,170,420
41	343	Transmission and Distribution Mains	129,453,633	7,585,866	179,600	140,137	Reclassify 1992 CPS Costs			137,000,036	134,720,963
42	345	Services	28,628,556	2,509,133	124,630	0				31,013,059	30,028,871
43	346	Meters	6,056,904	925,105	57,310	2,721	Reclassify 1992 CPS Costs			6,927,420	6,625,419
44	347	Meier Installations	13,116,151	1,409,814	0	0				14,525,965	13,979,011
45	348	Hydrants	8,350,820	498,584	6,300	0				8,843,104	8,659,341
46											
47		Total Transmission and Distribution	196,455,494	16,523,724	367,840	227,927				212,839,305	205,608,880
48											
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
GROSS ADDITIONS, RETIREMENTS AND TRANSFERS
FROM AUGUST 1, 2004 TO NOVEMBER 30, 2006

SCHEDULE B-2.3

PAGE 4 OF 12

DATA: ___ BASE PERIOD X FORECASTED PERIOD
N P E OF FILING: X ORIGINAL ___ UPDATED ___ REVISD
WORKPAPER REFERENCE NO(S): W/P-1-1
CENTRAL DIVISION

Witness Responsible: MA. Miller / L. Bridwell

Line No	Acct No	Account Title	Beginning Balance	Additions	Retirements	Amount	Explanation	Transfers/Reclassifications	Other Accts Involved	Base Period	13 Month
										Ending Balance	Average
1											
2											
3		General Plant									
4	389 2	Stores Shop & Garage Land	\$0	\$0	\$0	\$				\$0	\$0
5	390	Structures and Improvements	5,641,725	1,172,423	0	0				6,814,148	6,091,400
6	391	Office Furniture and Equipment	7,660,699	636,100	233,355	0				8,063,444	8,073,494
7	392	Transportation Equipment	2,076,298	195,048	74,250	0				2,197,096	2,142,205
8	393	Stores Equipment	35,547	0	0	0				35,547	35,547
9	394	Tools, Shop and Garage Equipment	793,330	85,825	17,840	0				861,315	828,326
10	395	Laboration Equipment	901,596	202,220	48,765	0				1,055,051	977,685
11	396	Power Operated Equipment	512,488	0	0	0				512,488	512,488
12	397	Communication Equipment	1,859,461	28,678	0	0				1,888,139	1,873,557
13	398	Miscellaneous Equipment	546,235	13,707	0	0				559,942	559,536
14	399	Other Tangible Property	133,282	0	0	0				133,282	133,282
15											
16		Total General	20,160,661	2,334,001	374,210	0				22,120,452	21,227,520
17											
18											
19		Total Utility Plant in Service	\$272,078,851	\$19,251,360	\$772,975	\$0				\$290,557,236	\$282,241,975
20											
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
GROSS RETIREMENTS AND TRANSFERS
FROM 2003 TO JULY 2004

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1
TRI-VILLAGE

SCHEDULE B-2.3
PAGE 5 OF 12
Witness Responsible: M.A. Miller / L. Bridwell

Line No.	Acct No.	Account Title	Base Period				Transfers/Reclassifications	Other Accts Involved	Base Period	
			Beginning Balance	Additions	Retirements	Amount			Explanation	Ending Balance
1										
2										
3		<u>Intangible Plant</u>								
4	301	Organization	\$ -	\$ -	\$0	\$0			\$0	
5	302	Franchise/Consents	0	-	0	0			0	
6	3031	Other PIE intangibles	0	-	0	0			0	
7	3036	Other PIE Comprehensive Studies	0	-	0	0			0	
8		Total Intangibles	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>			<u>0</u>	
9										
10		<u>Source of Supply and Pumping Plant</u>								
11	310	Land and Land Rights - SS	12,389	655,504	0	0			667,893	
12	311	Structures and Improvements	38,882	303,066	0	0			341,948	
13	312	Collecting and Impounding Reservoirs							0	
14	313	Lake, River and Other Intakes							0	
15	314	Wells and Springs							0	
16	316	Supply Mains							0	
17	320	Land and Land Rights - Pumping							0	
18	321	Structures and Improvements							0	
19	322	Boiler Plant Equipment							0	
20	323	Other Power Production Equipment							0	
21	325	Electric Pumping Equipment	126,875	0	0	0			126,875	
22	326	Diesel Pumping Equipment							0	
23	328	Other Pumping Equipment							0	
24									0	
25									0	
26										
27		Total Source of Supply & Pumping	<u>178,146</u>	<u>958,570</u>	<u>0</u>	<u>0</u>			<u>178,146</u>	
28										
29		<u>Water Treatment Plant</u>								
30	330	Land and Land Rights							0	
31	331	Structures and Improvements							0	
32	332	Water Treatment Equipment	51,538	0	0	0			51,538	
33	334	Water Treatment- GAC							0	
34										
35		Total Water Treatment	<u>51,538</u>	<u>0</u>	<u>0</u>	<u>0</u>			<u>51,538</u>	
36										
37		<u>Transmission and Distribution Plant</u>								
38	340	Land and Land Rights							0	
39	341	T & D Structures and Improvements							0	
40	342	Distribution Reservoirs and Standpipes	888,385	0	0	0			888,385	
41	343	Transmission and Distribution Mains	2,503,286	34,205	0	0			2,537,491	
42	345	Services	60,264	22,433	0	0			82,697	
43	346	Meters	308,989	35,157	0	0			344,146	
44	347	Meter Installations	0	1,896	0	0			1,896	
45	348	Hydrants	18,018	0	0	0			18,018	
46										
47		Total Transmission and Distribution	<u>3,778,942</u>	<u>93,691</u>	<u>0</u>	<u>0</u>			<u>3,872,633</u>	
48										
49										
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
GROSS ADDITIONS, RETIREMENTS AND TRANSFERS
FROM AUGUST 2003 TO JULY 2004

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1
TR-VILLAGE

SCHEDULE B-2.3
PAGE 6 OF 12
Witness Responsible: M A Miller / L Bridwell

Line No.	Acct No.	Account Title	Base Period Beginning Balance	Additions	Retirements	Amount	Transfers/Reclassifications Explanation	Other Accts Involved	Base Period Ending Balance
1									
2									
3		<u>General Plant</u>							
4	389.2	Stores Shop & Garage Land	\$0	\$	-	\$0			\$0
5	390	Structures and Improvements	0	-	0	0			0
6	391	Office Furniture and Equipment	47,600	-	0	0			47,600
7	392	Transportation Equipment	17,000	-	0	0			17,000
8	393	Stores Equipment	0	-	0	0			0
9	394	Tools, Shop and Garage Equipment	4,566	-	0	0			4,566
10	395	Laboratory Equipment	0	-	0	0			0
11	396	Power Operated Equipment	35,704	-	0	0			35,704
12	397	Communication Equipment	2,718	-	0	0			2,718
13	398	Miscellaneous Equipment	0	-	0	0			0
14	399	Other Tangible Property	0	-	0	0			0
15									
16		Total General	107,588	0	0	0			107,588
17									
18									
19		Total Utility Plant in Service	\$4,116,214	\$1,052,261	\$0	\$0			\$5,168,475
20									
21									
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OSS ADDITIONS, RETIREMENTS AND TRANSFER
FROM AUGUST 1, 2004 TO NOVEMBER 30, 2006

DATA: ___ BASE PERIOD ___ X ___ FORECASTED PERIOD
TYPE OF FILING: ___ X ___ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1-1
TRI-VILLAGE

SCHEDULE B-2.3
PAGE 7 OF 12

Witness Responsible: M.A. Miller / L. Bridwell

Line No.	Acct No.	Account Title	Beginning Balance	Additions	Retirement	Amount	Explanation	Transfers/Reclassifications	Other Accts Involved	Fore. Period Ending Balance	13 Month Average
Intangible Plant											
4	301	Organization	\$0		\$0	\$0				\$0	\$ -
5	302	Franchise/Consents	0		0	0				0	-
6	3031	Other PIE Intangibles	0		0	0				0	-
7	3036	Other PIE Comprehensive Studies	0		0	0				0	-
8		Total Intangibles	0	0	0	0				0	0
Source of Supply and Pumping Plant											
11	310	Land and Land Right - SS	667,893		0	0				667,893	667,893
12	311	Structures and Improvements	341,948		0	0				341,948	332,796
13	312	Collecting and Impounding Reservoirs	0		0	0				0	-
14	313	Lake, River and Other Intakes	0		0	0				0	-
15	314	Wells and Springs	0		0	0				0	-
16	316	Supply Mains	0		0	0				0	-
17	320	Land and Land Rights - Pumping	0		0	0				0	-
18	321	Structures and Improvements	0		0	0				0	-
19	322	Boiler Plant Equipment	0		0	0				0	-
20	323	Other Power Production Equipment	0		0	0				0	-
21	325	Electric Pumping Equipment	126,875		0	0				126,875	126,875
22	326	Diesel Pumping Equipment	0		0	0				0	-
23	328	Other Pumping Equipment	0		0	0				0	-
24	3541	Collection System Structures - Sewer	0		0	0				0	-
25	3711	Electric Pumping Equipment - Sewer	0		0	0				0	-
26		Total Source of Supply & Pumping	1,136,716	0	0	0				1,136,716	1,127,564
Water Treatment Plant											
30	330	Land and Land Rights	0		0	0				0	-
31	331	Structures and Improvements	0		0	0				0	-
32	332	Water Treatment Equipment	51,538		0	0				51,538	51,538
33	334	Water Treatment - GAC	0		0	0				0	-
34		Total Water Treatment	51,538	0	0	0				51,538	51,538
Transmission and Distribution Plant											
38	340	Land and Land Rights	0	0	0	0				0	-
39	341	T & D Structures and Improvements	0	0	0	0				0	-
40	342	Distribution Reservoirs and Standpipes	888,385	0	0	0				888,385	857,578
41	343	Transmission and Distribution Mains	2,537,491	376,456	0	0				2,913,947	2,831,175
42	345	Services	82,697	70,633	0	0				153,330	126,322
43	346	Meters	344,146	9,486	0	0				353,632	350,267
44	347	Meter Installations	1,896	6,801	0	0				8,697	5,604
45	348	Hydrants	18,018	5,272	0	0				23,290	20,451
46		Total Transmission and Distribution	3,872,633	468,648	0	0				4,341,281	3,991,397

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
GROSS ADDITIONS, REPAIRS AND MAINTENANCE
FROM AUGUST 1, 2004 TO NOVEMBER 30, 2006

DATA: _____ BASE PERIOD: X FORECASTED PERIOD: _____
TYPE OF FILING: X ORIGINAL _____ UPDATED _____ REVISED _____
WORKPAPER REFERENCE NO(S): W/P-1-1
TRI-VILLAGE

SCHEDULE B-2.3
PAGE 8 OF 12
Witness Responsible: MA. Miller / L. Bridwell

Line No	Acct No	Account Title	Beginning Balance	Additions	Retirements	Amount	Explanation	Transfers/Reclassifications		Base Period Ending Balance	13 Month Average
								Other Accts Involved			
2											
3		<u>General Plant</u>									
4	389.2	Stores Shop & Garage Land	\$0		\$0	\$				\$0	
5	390	Structures and Improvements	0		0	0				0	
6	391	Office Furniture and Equipment	47,600		0	0				47,600	47,600
7	392	Transportation Equipment	17,000		0	0				17,000	17,000
8	393	Stores Equipment	0		0	0				0	
9	394	Tools, Shop and Garage Equipment	4,566	11,588	0	0				16,164	10,892
10	395	Laboratory Equipment	0		0	0				0	
11	396	Power Operated Equipment	35,704		0	0				35,704	35,704
12	397	Communication Equipment	2,718		0	0				2,718	2,718
13	398	Miscellaneous Equipment	0	9,489	0	0				9,489	1,217
14	399	Other Tangible Property	0	0	0	0				0	
15											
16		Total General	107,588	21,087	0	0				128,675	115,131
17											
18											
19		Total Utility Plant in Service	\$5,168,475	\$489,735	\$0	\$0				\$5,658,210	\$5,285,630
20											
21											
22											
23											
24											
25											
26											
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2004-00103
GROSS ADDITIONS, RETIREMENTS AND TR/ FROM AUGUST 2003 TO JULY 2004

DATA: _X_ BASE PERIOD — FORECASTED PERIOD
TYPE OF FUNG: _X_ ORIGINAL — UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1
ELK LAKE

SCHEDULE B-2.3
PAGE 9 OF 12

Witness Responsible: M A Miller / L Bridwell

Line No.	Acct No.	Account Title	Base Period Beginning Balance	Additions	Retirements	Amount	Explanation	Transfers/Reclassifications	Other Accts Involved	Base Period Ending Balance
1										
2										
3		<u>Intangible Plant</u>								
4	301	Organization	\$0	\$0	\$0	\$0				\$0
5	302	Franchise/Consents	0	0	0	0				0
6	3031	Other PIE Intangibles	3,838	0	0	0				3,838
7	3036	Other PIE Comprehensive Studies	0	0	0	0				0
8		Total Intangibles	<u>3,838</u>	<u>0</u>	<u>0</u>	<u>0</u>				<u>3,838</u>
9										
10		<u>Source of Supply and Pumping Plant</u>								
11	310	Land and Land Rights - SS	0	0	0	0				0
12	311	Structures and Improvements	27,734	0	0	0				27,734
13	312	Collecting and Impounding Reservoirs	0	0	0	0				0
14	313	Lake, River and Other Intakes	0	0	0	0				0
15	314	Wells and Springs	0	0	0	0				0
16	316	Supply Mains	14,520	0	0	0				14,520
17	320	Land and Land Rights - Pumping	750	0	0	0				750
18	321	Structures and Improvements	0	0	0	0				0
19	322	Boiler Plant Equipment	0	0	0	0				0
20	323	Other Power Production Equipment	0	0	0	0				0
21	325	Electric Pumping Equipment	15,100	0	0	0				15,100
22	326	Diesel Pumping Equipment	0	0	0	0				0
23	328	Other Pumping Equipment	0	0	0	0				0
24			0	0	0	0				0
25			0	0	0	0				0
26										
27		Total Source of Supply & Pumping	<u>58,104</u>	<u>0</u>	<u>0</u>	<u>0</u>				<u>58,104</u>
28										
29		<u>Water Treatment Plant</u>								
30	330	Land and Land Rights	0	0	0	0				0
31	331	Structures and Improvements	0	0	0	0				0
32	332	Water Treatment Equipment	7,618	0	0	0				7,618
33	334	Water Treatment - GAC	0	0	0	0				0
34										
35		Total Water Treatment	<u>7,618</u>	<u>0</u>	<u>0</u>	<u>0</u>				<u>7,618</u>
36										
37		<u>Transmission and Distribution Plant</u>								
38	340	Land and Land Rights	1,250	0	0	0				1,250
39	341	T & D Structures and Improvements	0	0	0	0				0
40	342	Distribution Reservoirs and Standpipes	30,749	0	0	0				30,749
41	343	Transmission and Distribution Mains	145,823	0	0	0				145,823
42	345	Services	0	0	0	0				0
43	346	Meters	56,623	0	0	0				56,623
44	347	Meter Installations	0	0	0	0				0
45	348	Hvdrants	13,900	0	0	0				13,900
46										
47		Total Transmission and Distribution	<u>248,345</u>	<u>0</u>	<u>0</u>	<u>0</u>				<u>248,345</u>
48										
49										
50										

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
GROSS ADDITIONS, RETIREMENTS AND TRANSFERS
FROM AUGUST 2003 TO JULY 2004

DATA: BASE PERIOD FORECASTED PERIOD
N P E OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1
ELK LAKE

SCHEDULE B-2.3
PAGE 10 OF 12
Witness Responsible: M A Miller / L. Bridwell

Line No	Acct No	Account Title	Base Period Beginning Balance	Additions	Retirements	Amount	Transfers/Reclassifications Explanation	Other Accts Involved	Base Period Ending Balance
1									
2									
3		<u>General Plant</u>							
4	389 2	Stores Shop & Garage Land	\$0	50	\$0	50			50
5	390	Structures and Improvements	0	0	0	0			0
6	391	Office Furniture and Equipment	0	0	0	0			0
7	392	Transportation Equipment	7,445	0	0	0			7,445
8	393	Stores Equipment	0	0	0	0			0
9	394	Tools, Shop and Garage Equipment	0	0	0	0			0
10	395	Laboratory Equipment	0	0	0	0			0
11	396	Power Operated Equipment	0	0	0	0			0
12	397	Communication Equipment	0	0	0	0			0
13	398	Miscellaneous Equipment	0	0	0	0			0
14	399	Other Tangible Property	500	0	0	0			500
15									
16		Total General	7,945	0	0	0			7,945
17									
18									
19		Total Utility Plant in Service	\$325,850	50	50	50			5325,850
20									
21									
22									
23									
24									
25									
26									
27									
28									
29									
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44									
45									
46									
47									
48									
49									
50									

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
GROSS ADDITIONS, RETIREMENTS AND TRANSFERS
FROM AUGUST 1, 2004 TO NOVEMBER 30, 2006

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FINING: X ORIGINAL ___ UPDATED ___ REVISED
WORK PAPER REFERENCE NO(S): W/P-1-1
ELK LAKE

SCHEDULE 6-23
PAGE 11 OF 12
Witness Responsible: MA. Miller / L. Bridwell

Line No	Acct No	Account Title	Beginning Balance	Additions	Retirements	Amount	Explanation	Transfers/Reclassifications		Fore Period Ending Balance	13 Month Average
								Other Accts Involved			
1											
2											
3		<u>Intangible Plant</u>									
4	301	Organization	\$0	\$0	\$0	\$0				\$0	\$0
5	302	Franchise/Consents	0	0	0	0				0	0
6	3031	Other PIE Intangibles	3,838	0	0	0				3,838	3,838
7	3036	Other PIE Comprehensive Studies	0	0	0	0				0	0
8		Total Intangibles	<u>3,838</u>	<u>0</u>	<u>0</u>	<u>0</u>				<u>3,838</u>	<u>3,838</u>
9											
10		<u>Source of Supply and Pumping Plant</u>									
11	310	Land and Land Rights - SS	0	0	0	0				0	0
12	311	Structures and Improvements	27,734	0	0	0				27,734	27,734
13	312	Collecting and Impounding Reservoirs	0	0	0	0				0	0
14	313	Lake, River and Other Intakes	0	0	0	0				0	0
15	314	Wells and Springs	0	0	0	0				0	0
16	316	Supply Mains	14,520	0	0	0				14,520	14,520
17	320	Land and Land Rights - Pumping	750	0	0	0				750	750
18	321	Structures and Improvements	0	0	0	0				0	0
19	322	Boiler Plant Equipment	0	0	0	0				0	0
20	323	Other Power Production Equipment	0	0	0	0				0	0
21	325	Electric Pumping Equipment	15,100	0	0	0				15,100	15,100
22	326	Diesel Pumping Equipment	0	0	0	0				0	0
23	328	Other Pumping Equipment	0	0	0	0				0	0
24	3541	Collection System Structures - Sewer	0	0	0	0				0	0
25	3711	Electric Pumping Equipment - Sewer	0	0	0	0				0	0
26											
27		Total Source of Supply & Pumping	<u>58,104</u>	<u>0</u>	<u>0</u>	<u>0</u>				<u>58,104</u>	<u>58,104</u>
28											
29		<u>Water Treatment Plant</u>									
30	330	Land and Land Rights	0	0	0	0				0	0
31	331	Structures and Improvements	0	0	0	0				0	0
32	332	Water Treatment Equipment	7,618	0	0	0				7,618	7,618
33	334	Water Treatment - GAC	0	0	0	0				0	0
34											
35		Total Water Treatment	<u>7,618</u>	<u>0</u>	<u>0</u>	<u>0</u>				<u>7,618</u>	<u>7,618</u>
36											
37		<u>Transmission and Distribution Plant</u>									
38	340	Land and Land Rights	1,250	0	0	0				1,250	1,250
39	341	T & D Structures and Improvements	0	0	0	0				0	0
40	342	Distribution Reservoirs and Standpipes	30,749	0	0	0				30,749	30,749
41	343	Transmission and Distribution Mains	145,823	0	0	0				145,823	145,823
42	345	Services	0	0	0	0				0	0
43	346	Meters	56,623	0	0	0				56,623	56,623
44	347	Meter Installations	0	0	0	0				0	0
45	348	Hydrants	13,900	0	0	0				13,900	13,900
46											
47		Total Transmission and Distribution	<u>248,345</u>	<u>0</u>	<u>0</u>	<u>0</u>				<u>248,345</u>	<u>248,345</u>
48											
49											
50											

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
 CROSS **DNS, RETIREMEN A** TRANSFERS
 FROM AUGUST 1, 2004 TO NOVEMBER 30, 2006

DATA: ___ BASE **PERIOD X** FORECASTED PERIOD
 TYPE OF FILING: **X** ORIGINAL ___ UPDATED ___ **REVISED**
 WORKPAPER REFERENCE NO(S): W/P-1-1
 ELK LAKE

SCHEDULE B-23
 PAGE 12 OF 12
 Witness Responsible: MA. Miller / L. Bridwell

Line No.	Acct No.	Account Title	Beginning Balance	Additions	Retirements	Amount	Explanation	Transfers/Reclassifications		Base Period Ending Balance	13 Month Average
								Other Accts Involved			
1											
2											
3		<u>General Plant</u>									
4	389.2	Stores Shop & Garage Land	\$0	\$0	\$0	\$				\$0	0
5	390	Structures and Improvements	0	0	0	0				0	0
6	391	Office Furniture and Equipment	0	0	0	0				0	0
7	392	Transportation Equipment	7,445	0	0	0				7,445	7,445
8	393	Stores Equipment	0	0	0	0				0	0
9	394	Tools, Shop and Garage Equipment	0	0	0	0				0	0
10	395	Laboratory Equipment	0	0	0	0				0	0
11	396	Power Operated Equipment	0	0	0	0				0	0
12	397	Communication Equipment	0	0	0	0				0	0
13	398	Miscellaneous Equipment	0	0	0	0				0	0
14	399	Other Tangible Property	500	0	0	0				500	500
15											
16		Total General	<u>7,945</u>	<u>0</u>	<u>0</u>	<u>0</u>				<u>7,945</u>	<u>7,945</u>
17											
18											
19		Total Utility Plant in Service	<u>\$325,850</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>				<u>\$325,850</u>	<u>\$325,850</u>
20											
21											
22											
23											
24											
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
PROPERTY MERGED OR ACQUIRED
FROM AUGUST 2003 TO JULY 2004

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-2.4
PAGE 1 OF 2

Witness Responsible: C. Bush **L. Bridwell**

Line No	Acct No	Description of Property	Acquisition Cost	Cost Basis	Acquisition Adjustment	Commission Approval Date	Docket No	Date of Acquisition	Explanation of Treatment
1									
2									
3									
4	<u>CENTRAL DIVISION</u>				NONE				
5									
6									
7									
8									
9									
10									
11									
12	<u>TRI-VILLAGE</u>				NONE				
13									
14									
15									
16									
17									
18									
19									
20	<u>ELK LAKE</u>				NONE				
21									
22									
23									
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31									
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50									

KENTUCKY-AMERICANWATER COMPANY
CASE NO: 2004-00103
PROPERTY MERGED OR ACQUIRED
FROM AUGUST 1, 2004 TO NOVEMBER 30, 2005

DATA: ___ BASE PERIOD ___X_ FORECASTED PERIOD
TYPE OF FILING: ___X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-2.4
PAOE 2 OF 2

Witness Responsible: C. Bush II L. Bridwell

Line No.	Acct No.	Description of Property	Acquisition Cost	Cost Bass	Acquisition Adjustment	Commission Approval Date	Docket No.	Date of Acquisition	Explanation of Treatment
1									
2									
3									
4	<u>CENTRAL DIVISION</u>				NONE				
5									
6									
7									
8									
9									
10									
11									
12	<u>TRI-VILLAGE</u>				NONE				
13									
14									
15									
16									
17									
18									
19									
20	<u>ELK LAKE</u>				NONE				
21									
22									
23									
24									
25									
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31									
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 200400103
LEASED PROPERTY
AS OF JULY 31, 2004

DATA: BASE PERIOD — FORECASTED PERIOD
TYPE OF FILING: ORIGINAL — UPDATED RMSED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-2.8

PAGE 1 OF 2

Witness Responsible: C. Bush / L. Bridwell

Line No.	Identification or Ref No.	Description and Use of Property	Name of Lessee	Frequency of Payment	Amount of Lease Payment	Dollar Value of Property	Explain Method of Capitalization
1							
2							
3	<u>CENTRAL DIVISION</u>	KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.					
4							
5							
6							
7							
8							
9							
10							
11	<u>TRI-VILLAGE</u>	KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.					
12							
13							
14							
15							
16							
17							
18							
19	<u>ELK LAKE</u>	KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.					
20							
21							
22							
23							
24							
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48							
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
LEASED PROPERTY
AS OF NOVEMBER 30, 2006

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ RMSED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-2.5
PAGE 2 OF 2
Witness Responsible: M A Miller

Line No.	Identification or Ref No.	Description and Use of Property	Name of Lessee	Frequency of Payment	Amount of Lease Payment	Dollar Value of Property	Explain Method of Capitalization
1							
2							
3	<u>CENTRALDMSION</u>						KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.
4							
5							
6							
7							
8							
9							
10							
11	<u>TRI-VILLAGE</u>						KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.
12							
13							
14							
15							
16							
17							
18							
19	<u>ELK LAKE</u>						KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.
20							
21							
22							
23							
24							
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PROPERTY HELD FOR FUTURE USE INCLUDED IN RATE BASE
AS OF JULY 31, 2004

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-2.6
PAGE 1 OF 2
Witness Responsible: MA. Miller

Line No.	Description/Location of Property	Acquisition Date	Original Cost	Accumulated Depreciation	Net Original Cost	Amount	Revenue Realized		Expenses Incurred	
							Acct No.	Description	Amount	Acct No.
1										
2										
3	<u>CENTRAL DIVISION</u>									
4										
5										
6										
7										
8										
9										
10										
11	<u>TRI-VILLAGE</u>									
12										
13										
14										
15										
16										
17										
18										
19	<u>ELK LAKE</u>									
20										
21										
22										
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
PROPERTY HELD FOR FUTURE USE INCLUDED IN RATE BASE
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD ___ X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISID
WORKPAPER REFERENCE NO(S):

SCHEDULE B-2.6
PAGE 2 OF 2
Witness Responsible: MA. Miller

Line No.	Descriptor/Location of Property	Acquisition Date	Original Cost	Accumulated Depreciation	Net Original Cost	Amount	Revenue Realized		Expenses Incurred	
							Acct No.	Description	Amount	Acct No.
1										
2										
3	<u>CENTRAL DIVISION</u>									
4										
5										
6										
7										
8										
9										
10										
11	<u>TRI-VILLAGE</u>									
12										
13										
14										
15										
16										
17										
18										
19	<u>ELK LAKE</u>									
20										
21										
22										
23										
24										
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KENCKY-AMERICAN WATER COMPANY
CASE NO. 200400103
PROPERTY EXCLUDED FROM RATE BASE
AS OF JULY 31, 2004

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-2.7
PAGE 1 OF 2
Witness Responsible: M.A. Miller

Line No.	Acct. No.	Description	In-Service Date	Original Cost	Accumulated Depreciation	Net Original Cost	Amount	Period Revenue and Expenses		Reasons for Exclusion
								Acct. No.	Description	
1										
2										
3		<u>CENTRAL DIVISION</u>				NONE				
4										
5										
6										
7										
8										
9										
10										
11		<u>TRI-VILLAGE</u>				NONE				
12										
13										
14										
15										
16										
17										
18										
19		<u>ELK LAKE</u>				NONE				
20										
21										
22										
23										
24										
25										
26										
27										
28										
29										
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31										
32										
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PROPERTY EXCLUDED FROM RATE BASE
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD X FORECASTED PERIOD
N P E OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-2.7
PAGE 2 OF 2
Witness Responsible: MA. Miller

Line No.	Acct. No.	Description	In-Service Date	Original Cost	Accumulated Depreciation	Net Original Cost	Amount	Period Revenue and Expenses		Reasons for Exclusion
								Acct. No.	Description	
1										
2										
3		<u>CENTRAL DIVISION</u>				NONE				
4										
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11		<u>TRI-VILLAGE</u>				NONE				
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19		<u>ELK LAKE</u>				NONE				
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31, 2004

DATA: X BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
CENTRAL DIVISION

SCHEDULE **B-3**
PAGE 1 of 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Base Period		Jurisdictional Percent	Accumulated Reserve Balances		Adjustments	Adjusted Jurisdiction
			Total Company	Total Company		Jurisdictional Total	Jurisdictional Total		
1									
2									
3		<u>Intangible Plant</u>							
4	301	Organization	\$23,020	\$0	100%	\$0	\$0	\$0	\$0
5	302	Franchise/Consents	70,261	58,778		58,778			58,778
6	3031	Other PIE Intangibles	125,793	39,305		39,305			39,305
7	3036	Other PIE Comprehensive Studies	611,071	174,150		174,150			174,150
8		Total Intangibles	<u>830,145</u>	<u>272,233</u>		<u>272,233</u>	<u>0</u>		<u>272,233</u>
9									
10		<u>Source of Supply and Pumping Plant</u>							
11	310	Land and Land Rights - SS	322,833	(925)		(925)	0		(925)
12	311	Structures and Improvements	265,573	(50,326)		(50,326)	0		(50,326)
13	312	Collecting and Impounding Reservoirs	1,013,271	257,514		257,514	0		257,514
14	313	Lake, River and Other Intakes	581,930	76,707		76,707	0		76,707
15	314	Wells and Springs	0	0		0	0		0
16	316	Supply Mains	5,069,822	766,920		766,920	0		766,920
17	320	Land and Land Rights - Pumping	81,790	0		0	0		0
18	321	Structures and Improvements	4,441,292	1,252,619		1,252,619	0		1,252,619
19	322	Boiler Plant Equipment	0	0		0	0		0
20	323	Other Power Production Equipment	572,278	221,134		221,134	0		221,134
21	325	Electric Pumping Equipment	9,419,809	3,565,743		3,565,743	0		3,565,743
22	326	Diesel Pumping Equipment	594,512	253,696		253,696	0		253,696
23	328	Other Pumping Equipment	0	0		0	0		0
24	3541	Collection System Structures - Sewer	0	0		0	0		0
25	3711	Electric Pumping Equipment - Sewer	0	0		0	0		0
26									
27		Total Source of Supply & Pumping	<u>22,363,110</u>	<u>6,343,082</u>		<u>6,343,082</u>	<u>0</u>		<u>6,343,082</u>
28									
29		<u>Water Treatment Plant</u>							
30	330	Land and Land Rights	68,164	0		0	0		0
31	331	Structures and Improvements	7,961,564	1,099,986		1,099,986	0		1,099,986
32	332	Water Treatment Equipment	24,239,713	10,148,167		10,148,167	0		10,148,167
33	334	Water Treatment - GAC	0	0		0	0		0
34									
35		Total Water Treatment	<u>32,269,441</u>	<u>11,248,153</u>		<u>11,248,153</u>	<u>0</u>		<u>11,248,153</u>
36									
37		<u>Transmission and Distribution Plant</u>							
38	340	Land and Land Rights	3,648,042	0		0	0		0
39	341	T B D Structures and Improvements	724,970	274,540		274,540	0		274,540
40	342	Distribution Reservoirs and Standpipes	6,476,418	1,678,595		1,678,595	0		1,678,595
41	343	Transmission and Distribution Mains	129,453,633	16,835,921		16,835,921	0		16,835,921
42	345	Services	28,628,556	10,115,737		10,115,737	0		10,115,737
43	346	Meters	6,056,904	618,472		618,472	0		618,472
44	347	Meter Installations	13,116,151	3,144,005		3,144,005	0		3,144,005
45	348	Hydrants	8,350,820	1,974,278		1,974,278	0		1,974,278
46									
47		Total Transmission and Distribution	<u>196,455,494</u>	<u>34,641,548</u>		<u>34,641,548</u>	<u>0</u>		<u>34,641,548</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31, 2004

SCHEDULE B-3

PAGE 2 of 12

Witness Responsible: MA. Miller

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
CENTRAL DIVISION

Line No	Acct No	Account Title	Base Period		Jurisdictional Percent	Accumulated Reserve Balances		Adjustments	Adjusted Jurisdiction
			Total Company	Total Company		Jurisdictional Total	Jurisdictional Total		
1									
2									
3		<u>General Plant</u>							
4	389.2	Stores Shop & Garage Land	\$0	0	100%	\$0	\$0	\$0	\$0
5	390	Structures and Improvements	5,641,725	935,127		935,127	0	935,127	
6	391	Office Furniture and Equipment	7,660,699	4,380,472		4,380,472	0	4,380,472	
7	392	Transportation Equipment	2,076,298	1,616,155		1,616,155	0	1,616,155	
8	393	Stores Equipment	35,547	26,282		26,282	0	26,282	
9	394	Tools, Shop and Garage Equipment	793,330	449,460		449,460	0	449,460	
10	395	Laboratory Equipment	901,596	379,695		379,695	0	379,695	
11	396	Power Operated Equipment	512,488	392,438		392,438	0	392,438	
12	397	Communication Equipment	1,859,461	335,399		335,399	0	335,399	
13	398	Miscellaneous Equipment	546,235	128,083		128,083	0	128,083	
14	399	Other Tangible Property	133,282	213,212		213,212	0	213,212	
15		BWA Acquisition	0	447,969		447,969	0	447,969	
16									
17		Total General	20,160,661	9,304,292		9,304,292	0	9,304,292	
18									
19									
20		Total Utility Plant in Service	\$272,078,851	\$61,809,308		\$61,809,308		\$61,809,308	
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF NOVEMBER 30, **2005**

DATA: _____ BASE PERIOD X FORECASTED PERIOD _____
TYPE OF FILING: X ORIGINAL _____ UPDATED _____ **REVISED** _____
WORKPAPER REFERENCE NO(S): **W/P-1-3**
CENTRAL DIVISION

SCHEDULE **B-3**
PAGE 3 of 12

Witness Responsible: **MA. Miller**

Line No	Acct No	Account Title	Forecasted Period Total Company	Total Company	Jurisdictional Percent	Accumulated Reserve Balances			13 Month Average
						Jurisdictional Total	Adjustment	Adjusted Jurisdiction	
1									
2									
3									
4	301	Intangible Plant Organization	\$23,020	\$0	100%	\$0	\$0	\$0	\$0
5	302/303	Franchise/Consents/Plant Studies	70,261	58,778		58,778	0	58,778	58,778
6	3031	Other PIE Intangibles	125,793	51,881		51,881	0	51,881	45,593
7	3036	Other PIE Comprehensive Studies	282,824	209,502		209,502	0	209,502	191,826
8		Total Intangibles	501,898	320,161		320,161	0	320,161	296,197
9									
10		Source of Supply and Pumping Plant							
11	310	Land and Land Rights - SS	322,833	(925)		(925)	0	(925)	(925)
12	311	Structures and Improvements	265,573	(38,556)		(38,556)	0	(38,556)	(42,736)
13	312	Collecting and Holding Reservoirs	1,013,271	287,241		287,241	0	287,241	276,093
14	313	Lake, River and Other Intakes	581,930	93,394		93,394	0	93,394	87,136
15	314	Wells and Springs	0	0		0	0	0	0
16	316	Supply Mains	5,069,822	841,959		841,959	0	841,959	813,819
17	320	Land and Land Rights - Pumping	91,144	0		0	0	0	0
18	321	Structures and Improvements	4,441,292	1,390,224		1,390,224	0	1,390,224	1,338,594
19	322	Boiler Plant Equipment	0	0		0	0	0	0
20	323	Other Power Production Equipment	572,278	246,701		246,701	0	246,701	237,113
21	325	Electric Pumping Equipment	9,451,438	4,031,208		4,031,208	0	4,031,208	3,856,069
22	326	Diesel Pumping Equipment	594,512	278,327		278,327	0	278,327	269,168
23	328	Other Pumping Equipment	0	(30,925)		(30,925)	0	(30,925)	(12,010)
24			0	0		0	0	0	0
25			0	0		0	0	0	0
26									
27		Total Source of Supply & Pumping	22,404,093	7,098,648		7,098,648	0	7,098,648	6,922,224
28									
29									
30	330	Land and Land Rights	68,164	0		0	0	0	0
31	331	Structures and Improvements	8,036,215	902,426		902,426	0	902,426	962,615
32	332	Water Treatment Equipment	24,587,109	11,450,007		11,450,007	0	11,450,007	10,957,127
33	334	Water Treatment - GAC	0	0		0	0	0	0
34									
35		Total Water Treatment	32,691,488	12,352,433		12,352,433	0	12,352,433	11,919,742
36									
37		Transmission and Distribution Plant							
38	340	Land and Land Rights	3,648,042	(181,940)		(181,940)	0	(181,940)	(103,865)
39	341	T & D Structures and Improvements	781,133	330,391		330,391	0	330,391	310,646
40	342	Distribution Reservoirs and Standpipes	10,100,546	1,892,654		1,892,654	0	1,892,654	1,790,874
41	343	Transmission and Distribution Mains	137,000,036	18,933,483		18,933,483	0	18,933,483	18,133,841
42	345	Services	31,013,059	11,790,297		11,790,297	0	11,790,297	11,145,184
43	346	Meters	6,927,420	659,863		659,863	0	659,863	640,211
44	347	Meter Installations	14,525,965	3,591,412		3,591,412	0	3,591,412	3,418,156
45	348	Hydrants	8,843,104	2,268,944		2,268,944	0	2,268,944	2,156,421
46									
47		Total Transmission and Distribution	212,839,305	39,285,104		39,285,104	0	39,285,104	37,491,468
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF NOVEMBER 30, 2006

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
CENTRAL DIVISION

SCHEDULE B-3
PAGE 4 of 12
Witness Responsible: M A Miller

Line No	Acct No	Account Title	Forecasted Period Total Company	Accumulated Reserve Balances					13 Month Average
				Total Company	Jurisdictional Percent	Jurisdictional Total	Adjustment	Adjusted Jurisdiction	
1									
2									
3		<u>General Plant</u>							
4	389.2	Stores Shop & Garage Land	\$0	0	100%	\$0	\$0	\$0	0
5	390	Structures and Improvements	6,814,148	1,023,284		1,023,284	0	1,023,284	974,851
6	391	Office Furniture and Equipment	8,063,444	6,265,742		6,265,742	0	6,265,742	5,559,077
7	392	Transportation Equipment	2,197,096	2,010,215		2,010,215	0	2,010,215	1,862,248
8	393	Stores Equipment	35,547	28,122		28,122	0	28,122	27,432
9	394	Tools, Shop and Garage Equipment	861,315	527,387		527,387	0	527,387	497,467
10	395	Laboratory Equipment	1,055,051	518,717		518,717	0	518,717	464,076
11	396	Power Operated Equipment	512,488	454,816		454,816	0	454,816	431,422
12	397	Communication Equipment	1,888,139	454,708		454,708	0	454,708	409,763
13	398	Miscellaneous Equipment	559,942	162,639		162,639	0	162,639	149,455
14	399	Other Tangible Property	133,282	249,846		249,846	0	249,846	235,933
15		BWA Acquisition	0	447,969		447,969	0	447,969	447,969
16									
17		Total General	22,420,452	12,143,445		12,143,445	0	12,143,445	11,059,693
18									
19									
20		Total Utility Plant in Service	\$290,557,236	\$71,199,791		\$71,199,791	\$ -	\$71,199,791	\$67,589,421
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31, 2004

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
TRI-VILLAGE

SCHEDULE B-3
PAGE 5 of 12
Witness Responsible: M.A. Miller

Line No.	Acct No.	Account Title	Base Period		Jurisdictional Percent	Accumulated Reserve Balances		
			Total Company	Total Company		Jurisdictional Total	Adjustments	Adjusted Jurisdiction
1								
2								
3		<u>Intangible Plant</u>						
4	301	Organization	\$0	\$ -	100%	\$0	\$0	\$0
5	302	Franchise/Consents	0	-		0		0
6	3031	Other P/E Intangibles	0	-		0		0
7	3036	Other P/E Comprehensive Studies	0	-		0		0
8		Total Intangibles	<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>	<u>0</u>
9								
10		<u>Source of Supply and Pumping Plant</u>						
11	310	Land and Land Rights - SS	667,893	-		0	0	0
12	311	Structures and Improvements	341,948	(52,618)		(52,618)	0	(52,618)
13	312	Collecting and Impounding Reservoirs	0	-		0	0	0
14	313	Lake, River and Other Intakes	0	-		0	0	0
15	314	Wells and Springs	0	-		0	0	0
16	316	Supply Mains	0	-		0	0	0
17	320	Land and Land Rights - Pumping	0	-		0	0	0
18	321	Structures and Improvements	0	-		0	0	0
19	322	Boiler Plant Equipment	0	-		0	0	0
20	323	Other Power Production Equipment	0	-		0	0	0
21	325	Electric Pumping Equipment	126,875	14,511		14,511	0	14,511
22	326	Diesel Pumping Equipment	0	-		0	0	0
23	328	Other Pumping Equipment	0	-		0	0	0
24	3541	Collection System Structures - Sewer	0	-		0	0	0
25	3711	Electric Pumping Equipment - Sewer	0	-		0	0	0
26								
27		Total Source of Supply & Pumping	<u>1,136,716</u>	<u>(38,107)</u>		<u>(38,107)</u>	<u>0</u>	<u>(38,107)</u>
28								
29		<u>Water Treatment Plant</u>						
30	330	Land and Land Rights	0	-		0	0	0
31	331	Structures and Improvements	0	-		0	0	0
32	332	Water Treatment Equipment	51,538	6,403		6,403	0	6,403
33	334	Water Treatment - GAC	0	-		0	0	0
34								
35		Total Water Treatment	<u>51,538</u>	<u>6,403</u>		<u>6,403</u>	<u>0</u>	<u>6,403</u>
36								
37		<u>Transmission and Distribution Plant</u>						
38	340	Land and Land Rights	0	0		0	0	0
39	341	T & D Structures and Improvements.	0	0		0	0	0
40	342	Distribution Reservoirs and Standpipes	888,385	13,389		13,389	0	13,389
41	343	Transmission and Distribution Mains	2,537,491	90,510		90,510	0	90,510
42	345	Services	82,697	8,549		8,549	0	8,549
43	346	Meters	344,146	48,503		48,503	0	48,503
44	347	Meter Installations	1,896	46		46	0	46
45	348	Hydrants	18,018	1,434		1,434	0	1,434
46								
47		Total Transmission and Distribution	<u>3,872,633</u>	<u>162,431</u>		<u>162,431</u>	<u>0</u>	<u>162,431</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **200440103**
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31, 2004

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REWSED
WORKPAPER REFERENCE NO(S): W/P-1-3
TRI-VILLAGE

SCHEDULE B-3
PAGE 6 of 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Base Period		Jurisdictional Percent	Accumulated Reserve Balances		
			Total Company	Total Company		Jurisdictional Total	Adjustments	Adjusted Jurisdiction
1								
2								
3		<u>General Plant</u>						
4	389.2	Stores Shop & Garage Land	\$0	0	<u>100%</u>	\$0	\$0	\$0
5	390	Structures and Improvements	0	0		0	0	0
6	391	Office Furniture and Equipment	47,600	12,359		12,359	0	12,359
7	392	Transportation Equipment	17,000	11,571		11,571	0	11,571
8	393	Stores Equipment	0	0		0	0	0
9	394	Tools, Shop and Garage Equipment	4,566	999		999	0	999
10	395	Laboratory Equipment	0	0		0	0	0
11	396	Power Operated Equipment	35,704	10,050		10,050	0	10,050
12	397	Communication Equipment	2,718	402		402	0	402
13	398	Miscellaneous Equipment	0	0		0	0	0
14	399	Other Tangible Property	0	0		0	0	0
15			0	834,073		834,073	0	834,073
16								
17		Total General	1,075,888	869,454		869,454	0	869,454
18								
19								
20		Total Utility Plant in Service	\$5,168,475	\$1,000,181		\$1,000,181	\$0	\$1,000,181
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF NOVEMBER 30, 2005

DATA: ___BASE PERIOD X FORECASTED PERIOD
N P E OF FILING: X ORIGINAL ___ UPDATED ___ REWSED
WORKPAPER REFERENCE NO(S): W/P-1-3
TRIVILLAGE

SCHEDULE B-3
PAGE 7 of 12
Witness Responsible: MA. Miller

Line NO	Acct No.	Account Title	Forecasted Period Total Company	Total Company	Jurisdictional Percent	Accumulated Reserve Balances			13 Month Average
						Jurisdictional Total	Adjustment	Adjusted Jurisdiction	
1									
2									
3		<u>Intangible Plant</u>							
4	301	Organization	\$0	\$ -	100%	\$0	\$0	\$0	\$0
5	302/303	Franchise/Consents/Plant Studies	0	-		0	0	0	0
6	3031	Other PIE Intangibles	0	977		977	0	977	902
7	3036	Other PIE Comprehensive Studies	0	-		0	0	0	0
8		Total Intangibles	<u>0</u>	<u>977</u>		<u>977</u>	<u>0</u>	<u>977</u>	<u>902</u>
9									
10		<u>Source of Supply and Pumping Plant</u>							
11	310	Land and Land Rights - SS	667,893	0		0	0	0	0
12	311	Structures and Improvements	341,948	(38,628)		(38,628)	0	(38,628)	(43,855)
13	312	Collecting and Impounding Reservoirs	0	0		0	0	0	0
14	313	Lake, River and Other Intakes	0	0		0	0	0	0
15	314	Wells and Springs	0	0		0	0	0	0
16	316	Supply Mains	0	0		0	0	0	0
17	320	Land and Land Rights - Pumping	0	0		0	0	0	0
18	321	Structures and Improvements	0	0		0	0	0	0
19	322	Boiler Plant Equipment	0	0		0	0	0	0
20	323	Other Power Production Equipment	0	0		0	0	0	0
21	325	Electric Pumping Equipment	126,875	20,784		20,784	0	20,784	18,432
22	326	Diesel Pumping Equipment	0	0		0	0	0	0
23	328	Other Pumping Equipment	0	0		0	0	0	0
24	3541		0	0		0	0	0	0
25	3711		<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
26									
27		Total Source of Supply & Pumping	<u>1,136,716</u>			<u>(17,844)</u>	<u>0</u>	<u>(17,844)</u>	<u>(25,423)</u>
28									
29		<u>Water Treatment Plant</u>							
30	330	Land and Land Rights	0	0		0	0	0	0
31	331	Structures and Improvements	0	0		0	0	0	0
32	332	Water Treatment Equipment	51,538	9,171		9,171	0	9,171	8,133
33	334	Water Treatment - GAC	<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
34									
35		Total Water Treatment	<u>51,538</u>	<u>9,171</u>		<u>9,171</u>	<u>0</u>	<u>9,171</u>	<u>8,133</u>
36									
37		<u>Transmission and Distribution Plant</u>							
38	340	Land and Land Rights	0	0		0	0	0	0
39	341	T & D Structures and Improvements	0	0		0	0	0	0
40	342	Distribution Reservoirs and Standpipes	888,385	38,552		38,552	0	38,552	29,120
41	343	Transmission and Distribution Mains	2,913,947	132,906		132,906	0	132,906	116,124
42	345	Services	153,330	14,980		14,980	0	14,980	12,093
43	346	Meters	353,632	71,546		71,546	0	71,546	62,919
44	347	Meter Installations	8,697	190		190	0	190	110
45	348	Hvdrants	<u>23,290</u>	<u>2,116</u>		<u>2,116</u>	<u>0</u>	<u>2,116</u>	<u>1,844</u>
46									
47		Total Transmission and Distribution	<u>4,341,281</u>	<u>260,290</u>		<u>260,290</u>	<u>0</u>	<u>260,290</u>	<u>222,210</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF NOVEMBER 30, 2005

DATA: ___BASE PERIOD_X_ FORECASTED PERIOD
TYPE OF FIUNG: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
TRI-VILLAGE

SCHEDULE B J
PAGE 8 of 12
Witness Responsible: M A Miller

Line No	Acct No	Account Title	Forecasted Period Total Company	Total Company	Jurisdictional Percent	Accumulated Reserve Balances			13 Month Average
						Jurisdictional Total	Adjustment	Adjusted Jurisdiction	
1									
2									
3		<u>General Plant</u>							
4	389.2	Stores Shop & Garage Land	\$0	0	100%	\$0	\$0	\$0	0
5	390	Structures and Improvements	0	0		0	0	0	0
6	391	Office Furniture and Equipment	47,600	19,864		19,864	0	19,864	17,050
7	392	Transportation Equipment	17,000	14,676		14,676	0	14,676	13,512
8	393	Stores Equipment	0	0		0	0	0	0
9	394	Tools, Shop and Garage Equipment	16,164	1,810		1,810	0	1,810	1,402
10	395	Laboratory Equipment	0	0		0	0	0	0
11	396	Power Operated Equipment	35,704	14,401		14,401	0	14,401	12,769
12	397	Communication Equipment	2,718	578		578	0	578	512
13	398	Miscellaneous Equipment	9,489	205		205	0	205	25
14	399	Other Tangible Property	0	0		0	0	0	0
15			<u>0</u>	<u>834,073</u>		<u>834,073</u>	<u>0</u>	<u>834,073</u>	<u>834,073</u>
16									
17		Total General	<u>128,675</u>	<u>885,607</u>		<u>885,607</u>	<u>0</u>	<u>885,607</u>	<u>879,343</u>
18									
19									
20		Total Utility Plant in Service	<u>\$5,658,210</u>	<u>\$1,138,201</u>		<u>\$1,138,201</u>	<u>\$</u>	<u>\$1,138,201</u>	<u>\$1,085,165</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31, 2004

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
ELK LAKE

SCHEDULE B-3
PAGE 10 of 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Base Period		Jurisdictional Percent	Accumulated Reserve Balances		
			Total Company	Total Company		Jurisdictional Total	Adjustments	Adjusted Jurisdiction
1								
2								
3		<u>General Plant</u>						
4	389.2	Stores Shop & Garage Land	\$0	0	<u>100%</u>	\$0	\$0	\$0
5	390	Structures and Improvements	0	0		0	0	0
6	391	Office Furniture and Equipment	0	4,376		4,376	0	4,376
7	392	Transportation Equipment	7,445	1,935		1,935	0	1,935
8	393	Stores Equipment	0	0		0	0	0
9	394	Tools, Shop and Garage Equipment	0	0		0	0	0
10	395	Laboratory Equipment	0	0		0	0	0
11	396	Power Operated Equipment	0	0		0	0	0
12	397	Communication Equipment	0	0		0	0	0
13	398	Miscellaneous Equipment	0	0		0	0	0
14	399	Other Tangible Property	500	966		966	0	966
15		BWA Acquisition	0	0		0	0	0
16								
17		Total General	<u>7,945</u>	<u>7,277</u>		<u>7,277</u>	<u>0</u>	<u>7,277</u>
18								
19								
20		Total Utility Plant in Service	<u>\$325,850</u>	<u>\$272,751</u>		<u>\$272,751</u>	<u>\$0</u>	<u>\$272,751</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31, 2004

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FIUNG: ORIGINAL UPDATED RMS ED
WORKPAPER REFERENCE NO(S): W/P-1-3
ELK LAKE

SCHEDULE B-3
PAGE 9 of 12
Witness Responsible: M A Miller

line No.	Acct No.	Account Title	Base Period		Jurisdictional Percent	Accumulated Reserve Balances		
			Total Company	Total Company		Jurisdictional Total	Adjustments	Adjusted Jurisdiction
1								
2								
3		<u>Intangible Plant</u>						
4	301	Organization	\$0	\$0	<u>100%</u>	\$0	\$0	\$0
5	302	Franchise/Consents	0	0		0		0
6	3031	Other PIE Intangibles	3,838	7,276		7,276		7,276
7	3036	Other PIE Comprehensive Studies	0	0		0		0
8		Total Intangibles	<u>3,838</u>	<u>7,276</u>		<u>7,276</u>	<u>0</u>	<u>7,276</u>
9								
10		<u>Source of Supply and Pumping Plant</u>						
11	310	Land and Land Rights - SS	0	0		0	0	0
12	311	Structures and Improvements	27,734	14,717		14,717	0	14,717
13	312	Collecting and Impounding Reservoirs	0	0		0	0	0
14	313	Lake, River and Other Intakes	0	0		0	0	0
15	314	Wells and Springs	0	0		0	0	0
16	316	Supply Mains	14,620	11,449		11,449	0	11,449
17	320	Land and Land Rights - Pumping	750	0		0	0	0
18	321	Structures and Improvements	0	0		0	0	0
19	322	Boiler Plant Equipment	0	0		0	0	0
20	323	Other Power Production Equipment	0	0		0	0	0
21	325	Electric Pumping Equipment	15,100	19,887		19,887	0	19,887
22	326	Diesel Pumping Equipment	0	0		0	0	0
23	328	Other Pumping Equipment	0	0		0	0	0
24	3541	Collection System Structures - Sewer	0	0		0	0	0
25	3711	Electric Pumping Equipment - S	0	0		0	0	0
26								
27		Total Source of Supply & Pumping	<u>58,104</u>	<u>46,053</u>		<u>46,053</u>	<u>0</u>	<u>46,053</u>
28								
29		<u>Water Treatment Plant</u>						
30	330	Land and Land Rights	0	0		0	0	0
31	331	Structures and Improvements	0	0		0	0	0
32	332	Water Treatment Equipment	7,618	3,827		3,827	0	3,827
33	334	Water Treatment - GAC	0	0		0	0	0
34								
35		Total Water Treatment	<u>7,618</u>	<u>3,827</u>		<u>3,827</u>	<u>0</u>	<u>3,827</u>
36								
37		<u>Transmission and Distribution Plant</u>						
38	340	Land and Land Rights	1,250	0		0	0	0
39	341	T & D Structures and Improvements	0	0		0	0	0
40	342	Distribution Reservoirs and Standpipes	30,749	19,098		19,098	0	19,098
41	343	Transmission and Distribution Maim	145,823	105,130		105,130	0	105,130
42	345	Services	0	71,369		71,369	0	71,369
43	346	Meters	56,623	1,057		1,057	0	1,057
44	347	Meter Installations	0	0		0	0	0
45	348	Hydrants	13,900	11,664		11,664	0	11,664
46								
47		Total Transmission and Distribution	<u>248,345</u>	<u>208,318</u>		<u>208,318</u>	<u>0</u>	<u>208,318</u>
48								
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31, 2004

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
ELK LAKE

SCHEDULE B-3
PAOE 10 of 12
Witness Responsible: M.A. Miller

Line No.	Acct No.	Account Title	Base Period		Jurisdictional Percent	Accumulated Reserve Balances		
			Total Company	Total Company		Jurisdictional Total	Adjustments	Adjusted Jurisdiction
1								
2								
3		General Plant						
4	389.2	Stores Shop & Garage Land	\$0	0	<u>100%</u>	\$0	\$0	\$0
5	390	Structures and Improvements	0	0		0	0	0
6	391	Office Furniture and Equipment	0	4,376		4,376	0	4,376
7	392	Transportation Equipment	7,445	1,935		1,935	0	1,935
8	393	Stores Equipment	0	0		0	0	0
9	394	Tools, Shop and Garage Equipment	0	0		0	0	0
10	395	Laboratory Equipment	0	0		0	0	0
11	396	Power Operated Equipment	0	0		0	0	0
12	397	Communication Equipment	0	0		0	0	0
13	398	Miscellaneous Equipment	0	0		0	0	0
14	399	Other Tangible Property	500	966		966	0	966
15		BWA Acquisition	0	0		-	0	0
16								
17		Total General	<u>7,945</u>	<u>7,277</u>		<u>7,277</u>	<u>0</u>	<u>7,277</u>
18								
19								
20		Total Utility Plant in Service	<u>\$325,850</u>	<u>\$272,751</u>		<u>\$272,751</u>	<u>\$0</u>	<u>\$272,751</u>
21								
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 200440103
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF NOVEMBER 30, 2005

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FIUNG: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
ELK LAKE

SCHEDULE B-3
PAGE 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Forecasted Period Total Company	Accumulated Reserve Balances					13 Month Average
				Total Company	Jurisdictional Percent	Jurisdictional Total	Adjustment	Adjusted Jurisdiction	
1									
2									
3		<u>Intangible Plant</u>							
4	301	Organization	\$0	\$0	100%	\$0	\$0	\$0	\$0
5	302/303	Franchise/Consents/Plant Studies	0	0		0	0	0	0
6	3031	Other PIE Intangibles	3,838	7,276		7,276	0	7,276	7,084
7	3036	Other PIE Comprehensive Studies	0	0		0	0	0	0
8		Total Intangibles	3,838	7,276		7,276	0	7,276	7,084
9									
10		<u>Source of Supply and Pumping Plant</u>							
11	310	Land and Land Rights - SS	0	0		0	0	0	0
12	311	Structures and Improvements	27,734	14,717		14,717	0	14,717	14,279
13	312	Collecting and Impounding Reservoirs	0	0		0	0	0	0
14	313	Lake, River and Other Intakes	0	0		0	0	0	0
15	314	Wells and Springs	0	0		0	0	0	0
16	316	Supply Mains	14,520	11,449		11,449	0	11,449	11,371
17	320	Land and Land Rights - Pumping	750	0		0	0	0	0
18	321	Structures and Improvements	0	0		0	0	0	0
19	322	Boiler Plant Equipment	0	0		0	0	0	0
20	323	Other Power Production Equipment	0	0		0	0	0	0
21	325	Electric Pumping Equipment	15,100	19,887		19,887	0	19,887	19,605
22	326	Diesel Pumping Equipment	0	0		0	0	0	0
23	328	Other Pumping Equipment	0	0		0	0	0	0
24	3541	Collection System Structures - Sewer	0	0		0	0	0	0
25	3711	Electric Pumping Equipment - Sewer	0	0		0	0	0	0
26									
27		Total Source of Supptv & Pumping		46,053		46,053	0	46,053	45,255
28									
29		<u>Water Treatment Plant</u>							
30	330	Land and Land Rights	0	0		0	0	0	0
31	331	Structures and Improvements	0	0		0	0	0	0
32	332	Water Treatment Equipment	0	3,827		3,827	0	3,827	3,671
33	334	Water Treatment - GAC	0	0		0	0	0	0
34									
35		Total Water Treatment	0	3,827		3,827	0	3,827	3,671
36									
37		<u>Transmission and Distribution Plant</u>							
38	340	Land and Land Rights	1,250	0		0	0	0	0
39	341	T & D Structures and Improvements	0	0		0	0	0	0
40	342	Distribution Reservoirs and Standpipes	30,749	19,098		19,098	0	19,098	18,762
41	343	Transmission and Distribution Mains	145,823	105,130		105,130	0	105,130	104,272
42	345	Services	0	71,369		71,369	0	71,369	71,369
43	346	Meters	56,623	1,057		1,057	0	1,057	769
44	347	Meter Installations	0	0		0	0	0	0
45	348	Hvdrants	13,900	11,664		11,664	0	11,664	11,484
46									
47		Total Transmission and Distribution	248,245	208,318		208,318	0	208,318	200,000
48									
49									
50									

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF NOVEMBER 30, 2006

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): **W/P-1-3**
ELK LAKE

SCHEDULE B-3
PAGE 12 of 12
Witness Responsible: M. A Miller

Line No	Acct No	Account Title	Forecasted Period Total Company	Accumulated Reserve Balances				13 Month Average	
				Total Company	Jurisdictional Percent	Jurisdictional Total	Adjustment		Adjusted Jurisdiction
1									
2									
3		<u>General Plant</u>							
4	389 2	Stores Shop & Garage Land	\$0	0	100%	\$0	\$0	\$0	0
5	390	Structures and Improvements	0	0		0	0	0	0
6	391	Office Furniture and Equipment	0	4,376		4,376	0	4,376	4,376
7	392	Transportation Equipment	7,445	1,935		1,935	0	1,935	1,407
8	393	Stores Equipment	0	0		0	0	0	0
9	394	Tools, Shop and Garage Equipment	0	0		0	0	0	0
10	395	Laboratory Equipment	0	0		0	0	0	0
11	396	Power Operated Equipment	0	0		0	0	0	0
12	397	Communication Equipment	0	0		0	0	0	0
13	398	Miscellaneous Equipment	0	0		0	0	0	0
14	399	Other Tangible Property	500	966		966	0	966	0
15		BWA Acquisition	<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
16									
17		Total General	<u>7,945</u>	<u>7,277</u>		<u>7,277</u>	<u>0</u>	<u>7,277</u>	<u>5,783</u>
18									
19									
20		Total Utility Plant in Service	<u>\$318,232</u>	<u>\$272,751</u>		<u>\$272,751</u>	<u>\$</u>	<u>\$272,751</u>	<u>\$268,449</u>
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KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: **2004-00103**
 ADJUSTMENTS TO ACCUMULATED **DEPRECIATION AND AMORTIZATION**
 AS OF JULY 31, 2004

DATA: BASE PERIOD FORECASTED PERIOD
 N P E OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE(S):

SCHEDULE B-3.1
 PAGE 1 OF 2
 Witness Responsible: MA. Miller

Line No.	Adjustment Title	Total Company Adjustment	Jurisdictional Percent	Jurisdictional Adjustment	Workpaper Reference	Description and Purpose of Adjustment
1						
2						
3	<u>CENTRAL DIVISION</u>			NONE		
4						
5						
6						
7						
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9						
10						
11	<u>TRI-VILLAGE</u>			NONE		
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19	<u>ELK LAKE</u>			NONE		
20						
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ADJUSTMENTS TO ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF NOVEMBER 30, 2006

ID_X FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ REVISIED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-3.1
PAGE 2 OF 2
Witness Responsible: MA. Miller

Line No.	Adjustment Title	Total Company Adjustment	Jurisdictional Percent	Jurisdictional Adjustment	Workpaper Reference	Description and Purpose of Adjustment
1						
2						
3	<u>CENTRAL DIVISION</u>			NONE		
4						
5						
6						
7						
8						
9						
10						
11	<u>TRI-VILLAGE</u>			NONE		
12						
13						
14						
15						
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19	<u>ELK LAKE</u>			NONE		
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **200440103**
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31, 2004

DATA: _X_ BASE PERIOD FORECASTED PERIOD
TYPE OF FIUNG: _X_ ORIGINAL UPDATED R M S E D
WORKPAPER REFERENCE NO(S): **W/P - 1-3**
CENTRAL DIVISION

SCHEDULE **B-3.2**
PAGE 1 OF 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3	3031	Other PIE Intangibles	\$125,793	\$39,305	10.00%	\$12,579			
4	3036	Other PIE Comprehensive Studies	282,824	174,150	12.50%	35,353			
5	311	SS Structures and Improvements	265,573	(50,326)	3.14%	8,339	0%	30.6	
6	312	Coll and Impounding Reservoir	1,013,271	257,514	2.20%	22,292	0%	40.8	R2
7	313	Lake, River, and Other Intakes	581,930	76,707	2.15%	12,511	0%	32.6	R2
8	314	Wells and Springs	0	0	0.00%	0	0%	0.0	
9	316	Supply Mains	5,069,822	766,920	1.11%	56,275	-5%	91.0	R1
10									
11	321	Pumping Structures and Improvements	4,441,292	1,252,619	2.32%	103,038	-10%	41.9	R3
12	322	Boiler Plant Equipment	0	0	0.00%	0	0%	0.0	
13	323.2	Other Power Production Equipment	572,278	221,134	3.35%	19,171	0%	23.9	R1
14	325	Electric Pumping Equipment	9,419,809	3,565,743	3.71%	349,475	-8%	27.0	L2
15	326	Diesel Pumping Equipment	594,512	253,696	3.08%	18,311	-8%	30.0	L2
16	328.2	Gasoline Pumping Equipment	0	0	0.00%	0	0%	0.0	
17	328.3	Other Pumping Equipment	0	0	0.00%	0	0%	0.0	
18	3541	Collection System Structures - Sewer	0	0	0.00%	0			
19	3711	Electric Pumping Equipment - Sewer	0	0	0.00%	0			
20									
21	331	WT Structures and Improvements	7,961,564	1,099,986	1.79%	142,512	-10%	53.9	R1
22	332	Water Treatment Equipment	24,239,713	10,146,167	4.03%	976,860	-20%	25.6	R1
23	334	Water Treatment - GAC	0	0	0.00%	0	0%	0.0	
24									
25	341	T & D Structures and Improvements	724,970	274,540	5.65%	40,961	0%	17.7	R1
26	342	Oist Res and Standpipes	6,476,418	1,678,595	2.20%	142,481	-10%	38.6	L1
27	343	T & D Mains	106,372,878	16,835,921	1.18%	1,255,200	-4%	79.0	L1, R2, R3
28	345	Services	15,694,437	10,115,737	4.23%	663,875	-159%	55.1	R3
29	346	Meters	2,214	246	2.73%	60	0%	0.0	
30	346.1	Meters - Bronze Case	33,115	3,686	1.02%	338	16%	4.5	L1
31	346.2	Meters - Plastic Case	1,416,181	157,652	4.97%	70,384	0%	16.0	L1
32	346.3	Meters - Other	4,104,207	456,887	2.35%	96,449	16%	25.6	L0
33	347	Meter Installations	13,116,151	3,144,005	2.44%	320,034	-53%	54.1	R3
34	348	Hydrants	7,460,514	1,974,278	2.58%	192,481	-36%	48.0	L2
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31, 2004

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
CENTRAL DIVISION

SCHEDULE B-32
PAGE 2 OF 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3									
4	390.1	Office Structures	3,903,843	647,070	1.68%	65,585	0%	45.8	R2
5	390.2	Stores, Shop & Garage Structures	991,015	164,263	1.65%	16,352	0%	57.0	R2
6	390.3	Misc Structures	746,867	123,795	3.97%	29,651	0%	17.3	R2
7	391.1	Office Furniture	670,035	383,133	4.05%	27,136	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	36,694	20,982	11.94%	4,381	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	1,217,861	696,386	16.73%	203,748	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	327,644	187,350	3.47%	11,369	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	11.81%	0	17%	3.2	S0
12	391.25	Mainframe Software	3,924,029	2,243,803	21.06%	826,401	0%	3.7	S0
13	391.26	Personal Computer Software	672,344	384,454	22.20%	149,260	0%	3.2	S0
14	391.28	Other Software	671,159	383,776	21.15%	141,950	0%	3.8	S0
15	391.3	Other Office	140,933	80,587	6.95%	9,795	3%	10.1	R1
16	392.11	Transportation Equipment - Light Trucks	1,295,175	1,008,142	14.16%	183,397	30%	2.9	S2
17	392.12	Transportation Equipment - Heavy Trucks	660,055	513,776	12.59%	83,101	25%	4.1	R4
18	392.2	Transportation Equipment - Can	67,769	52,750	20.28%	13,744	23%	1.9	R3
19	392.3	Other Transportation Equipment	53,299	41,487	14.37%	7,659	0%	5.0	L1
20	393	Stores Equipment	35,547	26,282	3.88%	1,379	0%	16.5	L1
21	394	Tools, Shop, and Garage Equipment	793,330	449,460	7.10%	56,326	0%	10.8	S0
22	395	Laboratory Equipment	901,596	379,695	10.94%	98,635	-3%	8.6	L3
23	396	Power Operated Equipment	512,488	392,438	9.13%	46,790	24%	6.9	R2
24	397	Communication Equipment	1,859,461	335,399	4.79%	89,068	0%	10.8	L3
25	397.1	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
26	397.2	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
27	398	Misc Equipment	546,235	128,083	4.71%	25,728	0%	16.4	L0
28	399	Other Tangible Property	133,282	213,212	20.89%	27,843	0%	7.3	L1
29		BWA Acquisition	0	447,969					
30									
31			<u>\$230,130,127</u>	<u>\$61,751,454</u>		<u>\$6,658,277</u>			
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Adjusted jurisdiction plant investment represents UPIS net of Non-Depreciable Plant and Contributions In Aid of Construction.
Current depreciation rates based on rates approved by the Commission in Case No. 95-554.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PROPOSED DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF NOVEMBER 30, 2005

DATA: _____BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL _____UPDATED _____REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
CENTRAL DIVISION

SCHEDULE B-3.2
PAGE 3 OF 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3	3031	Other PIE Intangibles	\$125,793	\$51,881	10.00%				
4	3036	Other PIE Comprehensive Studies	282,824	209,502	12.50%				
5	311	SS Structures and Improvements	265,573	(38,556)	3.14%	\$ 8,339	0%	30.6	
6	312	Coll and Impounding Reservoir	1,013,271	287,241	2.20%	22,292	0%	40.8	R2
7	313	Lake, River, and Other Intakes	581,930	93,394	2.15%	12,511	0%	32.6	R2
8	314	Wells and Springs	0	0	0.00%	0			
9	316	Supply Maim	5,069,822	841,959	1.11%	56,275	-5%	91.0	R1
10									
11	321	Pumping Structures and Improvements	4,450,646	1,390,224	2.32%	103,255	-10%	41.9	R3
12	322	Boiler Plant Equipment	0	0	0.00%	0			
13	323.2	Other Power Production Equipment	572,278	246,701	3.35%	19,171	0%	23.9	R1
14	325	Electric Pumping Equipment	9,451,438	4,031,208	3.71%	350,648	-8%	27.0	L2
15	326	Diesel Pumping Equipment	594,512	278,327	3.08%	18,311	-8%	30.0	L2
16	328.2	Gasoline Pumping Equipment	0	(30,925)	0.00%	0			
17	328.3	Other Pumping Equipment	0	0	0.00%	0			
18	3541	Collection System Structures - Sewer	0	0	0.00%	0			
19	3711	Electric Pumping Equipment - Sewer	0	0	0.00%	0			
20									
21	331	WT Structures and Improvements	8,036,215	902,426	1.79%	143,848	-10%	53.9	R1
22	332	Water Treatment Equipment	24,587,109	11,450,007	4.03%	990,860	-20%	25.6	R1
23	334	Water Treatment - GAC	0	0	0.00%	0			
24									
25	341	T & D Structures and Improvements	781,133	330,391	5.65%	44,134	0%	17.7	R1
26	342	Dist Res and Standpipes	10,100,546	1,892,654	2.20%	222,212	-10%	38.6	L1
27	343	T & D Mains	121,483,447	18,933,483	1.18%	1,433,505	-4%	79.0	LQ, R2, R3
28	345	Services	30,899,942	11,790,297	4.23%	1,307,068	-159%	55.1	R3
29	346	Meters	12,758	1,253	2.73%	348	0%		
30	346.1	Meters - Bronze Case	33,115	3,253	1.02%	338	16%	4.5	L1
31	346.2	Meters - Plastic Case	2,330,742	228,941	4.97%	115,838	0%	16.0	L1
32	346.3	Meters - Other	4,341,153	426,416	2.35%	102,017	16%	25.6	L0
33	347	Meter Installations	14,525,965	3,591,412	2.44%	354,434	-53%	54.1	R3
34	348	Hydrants	8,537,350	2,268,944	2.58%	220,264	-36%	48.0	L2
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 200440103
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF **NOVEMBER 30, 2005**

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
CENTRAL DIVISION

SCHEDULE B-3.2
PAGE 4 OF 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
2									
3									
4	390.1	office Structures	3,920,712	588,775	1.68%	65,868	0%	45.8	R2
5	390.2	Stores, Shop & Garage Structures	991,015	148,821	1.65%	16,352	0%	57.0	R2
6	390.3	Misc Structures	1,902,421	285,688	3.97%	75,526	0%	17.3	R2
7	391.1	Office Furniture	670,035	520,654	4.05%	27,136	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	47,238	36,707	11.94%	5,640	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	1,083,823	842,190	16.73%	181,324	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	327,644	254,598	3.47%	11,369	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	11.81%	0	17%	3.2	S0
12	391.25	Mainframe Software	4,450,268	3,458,104	21.06%	937,226	0%	3.7	S0
13	391.26	Personal Computer Software	672,344	522,448	22.20%	149,260	0%	3.2	S0
14	391.28	Other Software	671,159	521,528	21.15%	141,950	0%	3.8	S0
15	391.3	Other Office Equipment	140,933	109,513	6.95%	9,795	3%	10.1	R1
16	392.11	Transportation Equipment - Light Trucks	1,347,184	1,232,595	14.16%	190,761	30%	2.9	S2
17	392.12	Transportation Equipment - Heavy Trucks	755,758	691,475	12.59%	95,150	25%	4.1	R4
18	392.2	Transportation Equipment - Van	40,855	37,380	20.28%	8,285	23%	1.9	R3
19	392.3	Other Transportation Equipment	53,299	48,765	14.37%	7,659	0%	5.0	L1
20	393	Stores Equipment	35,547	28,122	3.88%	1,379	0%	16.5	L1
21	394	Tools, Shop, and Garage Equipment	861,315	527,387	7.10%	61,153	0%	10.8	S0
22	395	Laboratory Equipment	1,055,051	518,717	10.94%	115,423	-3%	8.6	L3
23	396	Power Operated Equipment	512,488	454,816	9.13%	46,790	24%	6.9	R2
24	397	Communication Equipment	1,888,139	454,708	4.79%	90,442	0%	10.8	L3
25	397.1	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
26	397.2	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
27	398	Misc Equipment	559,942	162,639	4.71%	26,373	0%	16.4	L0
28	399	Other Tangible Property	133,282	249,846	20.89%	27,843	0%	7.3	L1
29		BWA Acquisition	0	447,969					
30									
31			<u>\$269,789,397</u>	<u>\$71,062,495</u>		<u>\$7,818,372</u>			
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Adjusted jurisdiction plant investment represents UPIS net of Non-Depreciable Plant and Contributions In Aid of Construction.
Current depreciation rates based on rates approved by the Commission in Case No. 95-554.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31, 2004

DATA: X BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P -1-3
TRIP DATE

SCHEDULE B-3.2
PAGE 6 OF 12
Witness Responsible: MA. Miller

Line No.	Acct No.	Account Tie	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3	3031	Other PIE Intangibles	\$ -	\$0	10.00%	\$0			
4	3036	Other PIE Comprehensive Studies	0	0	12.50%	0			
5	311	SS Structures and Improvements	0	(52,618)	3.14%	0	0%	30.6	
6	312	Coll and Impounding Reservoir	246,811	0	2.20%	5,430	0%	40.8	R2
7	313	Lake, River, and Other Intakes	421,082	0	2.15%	9,053	0%	32.6	R2
8	314	Wells and Springs	332,796	0	0.00%	0	0%	0.0	
9	316	Supply Mains	0	0	1.11%	0	-5%	91.0	R1
10									
11	321	Pumping Structures and Improvements	0	0	2.32%	0	-10%	41.9	R3
12	322	Boiler Plant Equipment	0	0	0.00%	0	0%	0.0	
13	323.2	Other Power Production Equipment	0	0	3.35%	0	0%	23.9	R1
14	325	Electric Pumping Equipment	126,875	14,511	3.71%	4,707	-8%	27.0	L2
15	326	Diesel Pumping Equipment	0	0	3.08%	0	-8%	30.0	L2
16	328.2	Gasoline Pumping Equipment	0	0	0.00%	0	0%	0.0	
17	328.3	Other Pumping Equipment	0	0	0.00%	0	0%	0.0	
18	3541	Collection System Structures - Sewer	0	0	0.00%	0			
19	3711	Electric Pumping Equipment - Sewer	0	0	0.00%	0			
20									
21	331	WT Structures and Improvements	0	0	1.79%	0	-10%	53.9	R1
22	332	Water Treatment Equipment	51,538	6,403	4.03%	2,077	-20%	25.6	R1
23	334	Water Treatment- GAC	0	0	0.00%	0	0%	0.0	
24									
25	341	T & D Structures and Improvements	0	0	5.65%	0	0%	17.7	R1
26	342	Dist Res and Standpipes	857,578	13,389	2.20%	18,867	-10%	38.6	L1
27	343	T & D Mains	2,626,063	90,510	1.18%	30,988	-4%	79.0	LQ, R2, R3
28	345	Services	133,300	8,549	4.23%	5,639	-159%	55.1	R3
29	346	Meters	0	0	2.73%	0	0%	0.0	
30	346.1	Meters- Bronze Case	0	0	1.02%	0	16%	4.5	L1
31	346.2	Meters- Plastic Case	343,092	38,194	4.97%	17,052	0%	16.0	L1
32	346.3	Meters- Other	9,466	1,056	2.35%	223	16%	25.6	L0
33	347	Meter Installations	6,589	46	2.44%	161	-53%	54.1	R3
34	348	Hydrants	23,290	1,434	2.58%	601	-36%	48.0	L2
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31, 2004

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORK PAPER REFERENCE NO(S): W/P-1-3
TRI-VILLAGE

SCHEDULE B-3.2
PAGE 6 OF 12
Witness Responsible: MA. Miller

Line No.	Acct No.	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service hfe	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3									
4	390.1	Office Structures	0	0	0.00%	0	0%	45.8	R2
5	390.2	Stores, Shop & Garage Structures	0	0	0.00%	0	0%	57.0	R2
6	390.3	Mac Structures	0	0	0.00%	0	0%	17.3	R2
7	391.1	Office Furniture	0	0	256300.00%	0	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	0	0	0.00%	0	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	0	0	1594200.00%	0	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	0	0	0.00%	0	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	0.00%	0	17%	3.2	S0
12	391.25	Mainframe Software	0	0	0.00%	0	0%	3.7	S0
13	391.26	Personal Computer Software	0	0	0.00%	0	0%	3.2	S0
14	391.28	Other Software	0	0	590700.00%	0	0%	3.8	S0
15	391.3	Other Office	0	0	2318800.00%	0	3%	10.1	R1
16	392.11	Transportation Equipment - Light Trucks	0	0	950000.00%	0	30%	2.9	S2
17	392.12	Transportation Equipment - Heavy Trucks	0	0	500000.00%	0	25%	4.1	R4
18	392.2	Transportation Equipment - Cars	0	0	0.00%	0	23%	1.9	R3
19	392.3	Other Transportation Equipment	0	0	250000.00%	0	0%	5.0	L1
20	393	Stores Equipment	0	0	0.00%	0	0%	16.5	L1
21	394	Tools, Shop, and Garage Equipment	0	999	983800.00%	0	0%	10.8	S0
22	395	Laboratory Equipment	0	0	0.00%	0	-3%	8.6	L3
23	396	Power Operated Equipment	0	10,050	3570400.00%	0	24%	6.9	R2
24	397	Communication Equipment	0	0	271800.00%	0	0%	10.8	L3
25	397.1	Communication Equipment	0	0	0.00%	0	0%	10.8	L3
26	397.2	Communication Equipment	0	0	0.00%	0	0%	10.8	L3
27	398	Misc Equipment	0	0	0.00%	0	0%	16.4	L0
28	399	Other Tangible Property	0	0	0.00%	0	0%	7.3	L1
29		BWA Acquisition	0	834,073					
30									
31			<u>\$5,178,500</u>	<u>\$966,596</u>		<u>\$94,798</u>			
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Adjusted jurisdiction plant investment represents UPIS net of Non-Depreciable Plant and Contributions In Aid of Construction
Current depreciation rates based on rates approved by the Commission in Case No. 95-554.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PROPOSED DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
TRI-VILLAGE

SCHEDULE B-3.2
PAGE 7 OF 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3	3031	Other PIE Intangibles	\$0	\$977	0.00%				
4	3036	Other PIE Comprehensive Studies	0	0	0.00%				
5	311	SS Structures and Improvements	0	(38,628)	0.00%	\$	0%	30.6	
6	312	Coll and Impounding Reservoir	0	0	24681100.00%	0	0%	40.8	R2
7	313	Lake, River, and Other Intakes	0	0	42108200.00%	0	0%	32.6	R2
8	314	Wells and Springs	0	0	33279600.00%	0			
9	316	Supply Mains	0	0	0.00%	0	-5%	91.0	R1
10									
11	321	Pumping Structures and Improvements	0	0	0.00%	0	-10%	41.9	R3
12	322	Boiler Plant Equipment	0	0	0.00%	0			
13	323.2	Other Power Production Equipment	0	0	0.00%	0	0%	23.9	R1
14	325	Electric Pumping Equipment	0	20,784	12687500.00%	0	-8%	27.0	L2
15	326	Diesel Pumping Equipment	0	0	0.00%	0	-8%	30.0	L2
16	328.2	Gasoline Pumping Equipment	0	0	0.00%	0			
17	328.3	Other Pumping Equipment	0	0	0.00%	0			
18	3541	Collection System Structures - Sewer	0	0	0.00%	0			
19	3711	Electric Pumping Equipment - Sewer	0	0	0.00%	0			
20									
21	331	WT Structures and Improvements	0	0	0.00%	0	-10%	53.9	R1
22	332	Water Treatment Equipment	0	9,171	5153800.00%	0	-20%	25.6	R1
23	334	Water Treatment - GAC	0	0	0.00%	0			
24									
25	341	T & D Structures and Improvements	0	0	0.00%	0	0%	17.7	R1
26	342	Dist Res and Standpipes	0	38,552	85757800.00%	0	-10%	38.6	L1
27	343	T & D Mains	0	132,906	291394700.00%	0	-4%	79.0	LQ, R2, R3
28	345	Services	0	14,980	15333000.00%	0	-159%	55.1	R3
29	346	Meters	0	0	0.00%	0	0%		
30	346.1	Meters - Bronze Case	0	0	0.00%	0	16%	4.5	L1
31	346.2	Meters - Plastic Case	0	0	34414600.00%	0	0%	16.0	L1
32	346.3	Meters - Other	0	0	1106700.00%	0	16%	25.6	L0
33	347	Meter Installations	0	190	869700.00%	0	-53%	54.1	R3
34	348	Hydrants	0	2,116	2329000.00%	0	-36%	48.0	L2
35									
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF NOVEMBER, 2W5

DATA: ___BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ RMSE D
WORKPAPER REFERENCE NO(S): W/P-1-3
TRI-VILLAGE

SCHEDULE **B-3.2**
PAGE 8 OF 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3									
4	390.1	Office Structures	0	0	0.00%	0	0%	45.8	R2
5	390.2	Stores, Shop & Garage Structures	0	0	0.00%	0	0%	57.0	R2
6	390.3	Misc Structures	0	0	0.00%	0	0%	17.3	R2
7	391.1	Office Furniture	0	0	256300.00%	0	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	0	0	0.00%	0	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	0	0	1594200.00%	0	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	0	0	0.00%	0	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	0.00%	0	17%	3.2	S0
12	391.25	Mainframe Software	0	0	0.00%	0	0%	3.7	S0
13	391.26	Personal Computer Software	0	0	0.00%	0	0%	3.2	S0
14	391.28	Other Software	0	0	590700.00%	0	0%	3.8	S0
15	391.3	Other Office Equipment	0	0	2318800.00%	0	3%	10.1	R1
16	392.11	Transportation Equipment- Light Trucks	0	0	950000.00%	0	30%	2.9	S2
17	392.12	Transportation Equipment- Heavy Trucks	0	0	500000.00%	0	25%	4.1	R4
18	392.2	Transportation Equipment - Cars	0	0	0.00%	0	23%	1.9	R3
19	392.3	Other Transportation Equipment	0	0	250000.00%	0	0%	5.0	L1
20	393	Stores Equipment	0	0	0.00%	0	0%	16.5	L1
21	394	Tools, Shop, and Garage Equipment	0	1,810	983800.00%	0	0%	10.8	S0
22	395	Laboratory Equipment	0	0	0.00%	0	-3%	8.6	L3
23	396	Power Operated Equipment	0	14,401	3570400.00%	0	24%	6.9	R2
24	397	Communication Equipment	0	0	271800.00%	0	0%	10.8	L3
25	397.1	Communication Equipment	0	0	0.00%	0	0%	10.8	L3
26	397.2	Communication Equipment	0	0	0.00%	0	0%	10.8	L3
27	398	Misc Equipment	0	205	0.00%	0	0%	16.4	L0
28	399	Other Tangible Property	0	0	0.00%	0	0%	7.3	L1
29		BWA Acquisition	0	834,073					
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Adjusted jurisdiction plant investment represents UPIS net of Non-Depreciable Plant and Contributions In Aid of Construction
Current depreciation rates based on rates approved by the Commission in Case No. 95-554.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31, 2004

DATA: _X_ BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ RMSED
WORKPAPER REFERENCE NO(S): W/P - 1-3
ELK LAKE

SCHEDULE B-3.2
PAGE 3 OF 12
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3	3031	Other PIE Intangibles	\$3,838	\$7,276	10.00%	\$384			
4	3036	Other PIE Comprehensive Studies	0	0	12.50%	0			
5	311	SS Structures and Improvements	27,734	14,717	3.14%	871	0%	30.6	
6	312	Coll and Impounding Reservoir	0	0	2.20%	0	0%	40.8	R2
7	313	Lake, River, and Other Intakes	0	0	2.15%	0	0%	32.6	R2
8	314	Wells and Springs	0	0	0.00%	0	0%	0.0	
9	316	Supply Mains	14,520	11,449	1.11%	161	-5%	91.0	R1
10									
11	321	Pumping Structures and Improvements	0	0	2.32%	0	-10%	41.9	R3
12	322	Boiler Plant Equipment	0	0	0.00%	0	0%	0.0	
13	323.2	Other Power Production Equipment	0	0	3.35%	0	0%	23.9	R1
14	325	Electric Pumping Equipment	15,100	19,887	3.71%	560	-8%	27.0	L2
15	326	Diesel Pumping Equipment	0	0	3.08%	0	-8%	30.0	L2
16	328.2	Gasoline Pumping Equipment	0	0	0.00%	0	0%	0.0	
17	328.3	Other Pumping Equipment	0	0	0.00%	0	0%	0.0	
18	3541	Collection System Structures - Sewer	0	0	0.00%	0			
19	3711	Electric Pumping Equipment - Sewer	0	0	0.00%	0			
20									
21	331	WT Structures and Improvements	7,618	0	1.79%	136	-10%	53.9	R1
22	332	Water Treatment Equipment	0	3,827	4.03%	0	-20%	25.6	R1
23	334	Water Treatment- GAC	0	0	0.00%	0	0%	0.0	
24									
25	341	T & D Structures and Improvements	0	0	5.65%	0	0%	17.7	R1
26	342	Dist Res and Standpipes	30,749	19,098	2.20%	676	-10%	38.6	L1
27	343	T & D Mains	145,823	105,130	1.18%	1,721	-4%	79.0	LO, R2, R3
28	345	Services	0	71,369	4.23%	0	-159%	55.1	R3
29	346	Meters	0	0	2.73%	0	0%	0.0	
30	346.1	Meters - Bronze Case	0	0	1.02%	0	16%	4.5	L1
31	346.2	Meters - Plastic Case	0	0	4.97%	0	0%	16.0	L1
32	346.3	Meters - Other	56,623	6,303	2.35%	1,331	16%	25.6	L0
33	347	Meter Installations	0	0	2.44%	0	-53%	54.1	R3
34	348	Hydrants	13,900	11,664	2.58%	359	-36%	48.0	L2
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31, 2004

DATA: _X_ BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P - 1-3
ELK LAKE

SCHEDULE B-3.2
PAGE 10 OF 12
Witness Responsible: **M.A. Miller**

Line No	Acct No	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3									
4	390.1	Office Structures	0	0	1.68%	0	0%	45.8	R2
5	390.2	Stores, Shop & Garage Structures	0	0	1.65%	0	0%	57.0	R2
6	390.3	Misc Structures	0	0	3.97%	0	0%	17.3	R2
7	391.1	Office Furniture	0	0	4.05%	0	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	0	0	11.94%	0	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	0	0	16.73%	0	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	0	0	3.47%	0	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	11.81%	0	17%	3.2	S0
12	391.25	Mainframe Software	0	0	21.06%	0	0%	3.7	S0
13	391.26	Personal Computer Software	0	0	22.20%	0	0%	3.2	S0
14	391.28	Other Software	0	0	21.15%	0	0%	3.8	S0
15	391.3	Other Office	0	0	6.95%	0	3%	10.1	R1
16	392.11	Transportation Equipment - Light Trucks	7,445	5,795	14.16%	1,054	30%	2.9	S2
17	392.12	Transportation Equipment - Heavy Trucks	0	0	12.59%	0	25%	4.1	R4
18	392.2	Transportation Equipment - Car	0	0	20.28%	0	23%	1.9	R3
19	392.3	Other Transportation Equipment	0	0	14.37%	0	0%	5.0	L1
20	393	Stores Equipment	0	0	3.88%	0	0%	16.5	L1
21	394	Tools, Shop, and Garage Equipment	0	0	7.10%	0	0%	10.8	S0
22	395	Laboratory Equipment	0	0	10.94%	0	-3%	8.6	L3
23	396	Power Operated Equipment	0	0	9.13%	0	24%	6.9	R2
24	397	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
25	397.1	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
26	397.2	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
27	398	Misc Equipment	0	0	4.71%	0	0%	16.4	L0
28	399	Other Tangible Property	0	966	20.89%	0	0%	7.3	L1
29		BWA Acquisition	0	0					
30									
31						\$7,253			
32									
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Adjusted jurisdiction plant investment represents UPIS net of Non-Depreciable Plant and Contributions In Aid of Construction.
Current depreciation rates based on rates approved by the Commission in Case No. 95554.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
PROPOSED DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF NOVEMBER 30, 2005

DATA: ___BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___UPDATED ___REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
ELK LAKE

SCHEDULE B-3.2
PAGE 11 OF 12

Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
2									
3	3031	Other PIE Intangibles	\$3,838	\$7,276	0.00%				
4	3036	Other PIE Comprehensive Studies	0	0	0.00%				
5	311	SS Structures and Improvements	27,734	14,717	0.00%	\$ -	0%	30.6	
6	312	Coll and Impounding Reservoir	0	0	0.00%	0	0%	40.8	R2
7	313	Lake, River, and Ober Intakes	0	0	0.00%	0	0%	32.6	R2
8	314	Wells and Springs	0	0	0.00%	0			
9	316	Supply Mains	14,520	11,449	0.00%	0	-5%	91.0	R1
10									
11	321	Pumping Structures and Improvements	0	0	0.00%	0	-10%	41.9	R3
12	322	Boiler Plant Equipment	0	0	0.00%	0			
13	323.2	Other Power Production Equipment	0	0	0.00%	0	0%	23.9	R1
14	325	Electric Pumping Equipment	15,100	19,887	0.00%	0	-8%	27.0	L2
15	326	Diesel Pumping Equipment	0	0	0.00%	0	-8%	30.0	L2
16	328.2	Gasoline Pumping Equipment	0	0	0.00%	0			
17	328.3	Other Pumping Equipment	0	0	0.00%	0			
18	3541	Collection System Structures - Sewer	0	0	0.00%	0			
19	3711	Electric Pumping Equipment - Sewer	0	0	0.00%	0			
20									
21	331	WT Structures and Improvements	7,618	3,627	0.00%	0	-10%	53.9	R1
22	332	Water Treatment Equipment	0	#REF!	0.00%	0	-20%	25.6	R1
23	334	Water Treatment - GAC	0	0	0.00%	0			
24									
25	341	T & D Structures and Improvements	0	0	0.00%	0	0%	17.7	R1
26	342	Dist Res and Standpipes	30,749	19,098	0.00%	0	-10%	38.6	L1
27	343	T & D Mains	145,823	105,130	0.00%	0	-4%	79.0	L0, R2, R3
28	345	Services	0	71,369	0.00%	0	-159%	55.1	R3
29	346	Meters	0	0	0.00%	0	0%		
30	346.1	Meters - Bronze Case	0	0	0.00%	0	16%	4.5	L1
31	346.2	Meters - Plastic Case	0	0	0.00%	0	0%	16.0	L1
32	346.3	Meters - Other	56,623	4,666	0.00%	0	16%	25.6	L0
33	347	Meter Installations	0	0	0.00%	0	-53%	54.1	R3
34	348	Hydrants	13,900	11,664	0.00%	0	-36%	48.0	L2
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1-3
ELK LAKE

SCHEDULE B-3.2
PAGE 12 OF 12
Witness Responsible: MA. Miller

Line No.	Acct No.	Account Title	Adjusted Jurisdiction		Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
			Plant Investment	Accumulated Reserve					
1									
2									
3									
4	390.1	Office Structures	0	0	0.00%	0	0%	45.8	R2
5	390.2	Stores, Shop & Garage Structures	0	0	0.00%	0	0%	57.0	R2
6	390.3	Misc Structures	0	0	0.00%	0	0%	17.3	R2
7	391.1	Office Furniture	0	0	0.00%	0	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	0	0	0.00%	0	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	0	0	0.00%	0	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	0	0	0.00%	0	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	0.00%	0	17%	3.2	S0
12	391.25	Mainframe Software	0	0	0.00%	0	0%	3.7	S0
13	391.26	Personal Computer Software	0	0	0.00%	0	0%	3.2	S0
14	391.28	Other Software	0	0	0.00%	0	0%	3.8	S0
15	391.3	Other Office Equipment	0	0	0.00%	0	3%	10.1	R1
16	392.11	Transportation Equipment - Light Trucks	7,445	6,812	0.00%	0	30%	2.9	S2
17	392.12	Transportation Equipment - Heavy Trucks	0	0	0.00%	0	25%	4.1	R4
18	392.2	Transportation Equipment - Cars	0	0	0.00%	0	23%	1.9	R3
19	392.3	Other Transportation Equipment	0	0	0.00%	0	0%	5.0	L1
20	393	Stores Equipment	0	0	0.00%	0	0%	16.5	L1
21	394	Tools, Shop, and Garage Equipment	0	0	0.00%	0	0%	10.8	S0
22	395	Laboratory Equipment	0	0	0.00%	0	-3%	8.6	L3
23	396	Power Operated Equipment	0	0	0.00%	0	24%	6.9	R2
24	397	Communication Equipment	0	0	0.00%	0	0%	10.8	L3
25	397.1	Communication Equipment	0	0	0.00%	0	0%	10.8	L3
26	397.2	Communication Equipment	0	0	0.00%	0	0%	10.8	L3
27	398	Misc Equipment	0	0	0.00%	0	0%	16.4	L0
28	399	Other Tangible Property	0	966	0.00%	0	0%	7.3	L1
29		BWA Acquisition	0	0					
30									
31									
32			\$319,512	#REF!		\$0			
33									
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Adjusted jurisdiction plant investment represents UPIS net of Non-Depreciable Plant and Contributions In Aid of Construction.
Current depreciation rates based on rates approved by the Commission in Case No. 95-554.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
ALLOWANCE FOR WORKING CAPITAL
AS OF JULY 31, 2004

DATA: BASE PERIOD CASTED PE
TYPE OF FILING: ORIGINAL UPDATED REWSED
WORKPAPER REFERENCE NO(S): SCH 5.1/5.2

SCHEDULE B-5
PAGE 1 OF 2
Witness Responsible: JE Salsler

Line No.	Working Capital Component	Description of Methodology Used to Determine Jurisdictional Requirement	Workpaper Reference	Total Company	Jurisdictional Percent	Jurisdictional Amount
2	CENTRAL DIVISION					
3	Working Capital	Lead/Lag Study	B-5.2, Page 113	<u>\$2,149,000</u>	<u>100.00%</u>	<u>\$2,149,000</u>
4						
5						
6						
7	Materials and Supplies	13 Month Average Balance	B-5.1	<u>\$462,149</u>	<u>100.00%</u>	<u>\$462,149</u>
8						
9						
10	TRI-VILLAGE					
11	Working Capital	Lead/Lag Study	B-5.2, Page 113	<u>\$0</u>		
12						
13						
14						
15	Materials and Supplies	13 Month Average Balance	B-5.1	<u>\$0</u>		
16						
17						
18	ELK LAKE					
19	Working Capital	Lead/Lag Study	B-5.2, Page 113	<u>\$0</u>		
20						
21						
22						
23	Materials and Supplies	13 Month Average Balance	B-5.1	<u>\$0</u>		
24						
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2004-00103
ALLOWANCE FOR WORKING CAPITAL
AS OF NOVEMBER 30, 2005

DATA: ___BASE PERIOD ___X_ FORECASTED PERIOD
N P E OF FIUNG: ___X_ ORIGINAL ___ UPDATED ___ REVISIED
WORKPAPER REFERENCE NO(S): SCH 5.1/5.2

SCHEDULE B-5
PAGE 2 OF 2

Witness Responsible: JE Salsler

Line No	Working Capital Component	Description of Methodology Used to Determine Jurisdictional Requirement	Workpaper Reference	Total Company	Jurisdictional Percent	Jurisdictional Amount
1						
2						
3						
4						
5	CENTRAL DIVISION					
6	Working Capital	Lead/Lag Study	B-5.2, Page 1/3	<u>\$2,418,000</u>	<u>100.00%</u>	<u>\$2,418,000</u>
7						
8						
9						
10	Materials and Supplies	13 Month Average Balance	B-5.1	<u>\$462,149</u>	<u>100.00%</u>	<u>\$462,149</u>
11						
12						
13	TRI-VILLAGE					
14	Working Capital	Lead/Lag Study	B-5.2, Page 113	<u>\$55,000</u>		
15						
16						
17						
18	Materials and Supplies	13 Month Average Balance	B-5.1	\$0		
19						
20						
21	ELK LAKE					
22	Working Capital	Lead/Lag Study	B-5.2, Page 1/3	<u>\$6,000</u>		
23						
24						
25						
26	Materials and Supplies	13 Month Average Balance	B-5.1	\$0		
27						
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
WORKING CAPITAL COMPONENTS
AS OF JULY 31, 2004

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-1-7

SCHEDULE B-5.1
PAGE 1 OF 2

Witness Responsible: JE Salsler

Line No.	Description	Total Company	13 - Month Average For Period		Total Company	Period Balance	
			Jurisdictional Percent	Jurisdictional Amount		Jurisdictional Percent	Jurisdictional Amount
1							
2	CENTRAL DIVISION						
3	Materials and Supplies						
4							
5							
6	Plant Materials	\$355,532	100.00%	\$355,532	\$379,416	100.00%	\$379,416
7							
8	Chemicals	106,617		106,617	111,923		111,923
9							
10		<u>\$462,149</u>		<u>\$462,149</u>	<u>\$491,339</u>		<u>\$491,339</u>
11							
12	TRI-VILLAGE						
13	Materials and Supplies						
14							
15							
16	Plant Materials	\$0	100.00%	\$0	\$0	100.00%	\$0
17							
18	Chemicals	0		0	0		0
19							
20		\$0		\$0	\$0		\$0
21							
22	ELK LAKE						
23	Materials and Supplies						
24							
25							
26	Plant Materials	\$0	100.00%	\$0	\$0	100.00%	\$0
27							
28	Chemicals	0		0	0		0
29							
30		\$0		\$0	\$0		\$0
31							
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
WORKING CAPITAL COMPONENTS
AS OF NOVEMBER 30, 2006

DATA: ___ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FIUNG: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1-7

SCHEDULE B-5.1
PAGE 2 OF 2

Witness Responsible: JE Salsler

Line No	Description	Total Company	13 - Month Average For Period Jurisdictional Percent	Jurisdictional Amount	Total Company	Period Balance Jurisdictional Percent	Jurisdictional Amount
1							
2							
3							
4							
5	<u>CENTRAL DIVISION</u>						
6	Materials and Supplies						
7							
8							
9	Plant Materials	\$355,532	<u>100.00%</u>	\$355,532	\$351,812	<u>100.00%</u>	\$351,812
10							
11	Chemicals	<u>106,617</u>		<u>106,617</u>	<u>113,097</u>		<u>113,097</u>
12							
13		<u>\$462,149</u>		<u>\$462,149</u>	<u>\$464,909</u>		<u>\$464,909</u>
14							
15	<u>TRI-VILLAGE</u>						
16	Materials and Supplies						
17							
18							
19	Plant Materials	\$0	<u>100.00%</u>	\$0	\$0	<u>100.00%</u>	\$0
20							
21	Chemicals	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
22							
23		\$0		--	\$0		\$0
24							
25	<u>ELK LAKE</u>						
26	Materials and Supplies						
27							
28							
29	Plant Materials	\$0	<u>100.00%</u>	\$0	\$0	<u>100.00%</u>	\$0
30							
31	Chemicals	<u>0</u>		<u>0</u>	<u>0</u>		<u>0</u>
32							
33		\$0		\$0	\$0		\$0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 200440103
WORKING CAPITAL - LEAD/LAG STUDY
AS OF JULY 31, 2004

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): Sch 5.2

SCHEDULE B-5.2
PAGE 1 OF 6
Witness Responsible: J.E. Salser

Line No.	Description	Days	Amount			
			CENTRAL D N	TRI-VILLAGE	ELK LAKE	TOTAL WATER
1						
2						
3	Total Operating Funds		<u>\$44,450,781</u>	<u>\$820,045</u>	<u>\$46,035</u>	<u>45,316,861</u>
4						
5	Average Daily Operating Funds		121,783	2,247	126	
6						
7	Composite Average Days Interval Between:					
8						
9	(A) Date Service Furnished and Date Collections Deposited	36.40				
10						
11	(B) Date Expenses Incurred and Date of Payment	<u>18.76</u>				
12						
13	(C) Net Interval	<u>17.64</u>				
14						
15	Total Working Capital		<u>\$2,148,617</u>	<u>\$39,644</u>	<u>\$2,223</u>	<u>2,190,484</u>
16						
17						
18	Use		<u>\$2,149,000</u>	<u>\$40,000</u>	<u>\$2,000</u>	<u>2,191,000</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
WORKING CAPITAL - LEAD/LAG STUDY
AS OF JULY 31, 2004

FILE NO: W/P-8 & W/P-1-6
DATE: 08/04/04
BY: JES

SCHEDULE B-5.2
PAGE 2 OF 6

Witness Responsible: JE Salser

Line No.	Description	Amount			Post Payment or (Lead) Days	Dollar Days			
		CENTRAL DIVISION	TRI-VILLAGE	ELK LAKE		CENTRAL DIV	TRI-VILLAGE	ELK LAKE	TOTAL WATER
1									
2									
3	Payrolls Charged to Expense - Union/ATS Group	\$2,731,800	\$0	\$0	12.00	\$32,781,600	\$0	\$0	32,781,600
4	Payrolls Charged to Expense - Salaned	2,207,093	158,756	19,681	12.00	26,485,116	\$1,905,072	\$236,172	28,626,360
5	Fuel, Power and Electric	2,039,507	0	0	26.96	54,985,109	\$0	\$0	54,985,109
6	Chemicals	1,358,500	580	110	6.65	9,034,025	\$3,857	\$732	9,038,614
7	Service Company Charges	3,027,803	0	0	(1.34)	(4,057,256)	\$0	\$0	(4,057,256)
8	Group Insurance	884,022	(1,140)	(23)	(5.82)	(5,145,008)	\$6,635	\$134	(5,138,239)
9	Opneb	678,595	(1,371)	(384)	(0.50)	(338,298)	\$686	\$182	(338,430)
10	Pensions	963,675	0	0	(5.50)	(5,300,213)	\$0	\$0	(5,300,213)
11	Insurance Other than Group	488,322	(119)	(387)	(47.19)	(23,043,915)	\$5,616	\$18,263	(23,020,036)
12	Transportation Expense	353,776	(729)	0	13.56	4,797,203	(\$9,885)	\$0	4,787,318
13	Rents	73,840	13,519	0	18.39	1,357,918	\$248,614	\$0	1,606,532
14	Telephone Expense	176,997	5,432	1,035	10.31	1,824,839	\$56,004	\$10,671	1,891,514
15	Postage Expense	334,006	630	0	23.47	7,839,121	\$14,786	\$0	7,853,907
16	Stock E	179,908	2,067	0	28.03	5,042,821	\$57,938	\$0	5,100,759
17	Maintenance Expense	1,191,050	3,513	669	18.54	22,082,067	\$65,131	\$12,403	22,159,601
18	Amortization	701,105	5,676	0	0.00	0	\$0	\$0	0
19	Uncollectibles	186,300	0	0	0.00	0	\$0	\$0	0
20	Waste Disposal	0	0	0	25.97	0	\$0	\$0	0
21	Other Operating Expenses	2,540,750	315,164	23,263	21.44	54,473,680	\$6,757,116	\$498,759	61,729,555
22	Total O & M Expenses	20,117,049	501,978	43,984		182,817,809	9,111,570	777,316	192,706,695
23									
24	Depreciation and Amortization	7,434,677	48,016	0	0.00	0	\$0	\$0	0
25	Taxes, Other than Income								
26	Payroll - FUTA	3,266	103	0	69.11	225,713	\$7,118	\$0	232,831
27	Payroll - SUTA	2,047	205	0	75.14	153,812	\$15,404	\$0	169,216
28	Payroll - FICA	422,032	5,938	0	15.00	6,330,480	\$89,070	\$0	6,419,550
29	Other	2,194,722	0	0	69.86	153,323,279	\$0	\$0	153,323,279
30	Income Taxes - Current - SIT	251,550	6,818	(668)	30.13	7,579,202	\$205,426	(\$20,127)	7,764,501
31	Income Taxes - Current - FIT	943,643	25,496	(2,629)	30.13	28,431,984	\$768,194	(\$79,212)	29,120,946
32	Deferred Income Taxes	2,125,580	42,049	1,124	0.00	0	\$0	\$0	0
33	Interest Expense - Long - Term Debt	4,732,590	95,047	2,530	90.45	428,062,766	\$8,597,001	\$228,839	436,888,606
34	Interest Expense - Short - Term Debt	233,651	2,925	78	15.58	3,640,283	\$45,572	\$1,215	3,687,070
35	Preferred Dividends	515,855	8,481	226	45.49	23,466,244	\$385,501	\$10,281	23,862,326
36	Net Income	5,474,119	82,989	1,390	0.00	0	\$0	\$0	0
37									
38	Net Operating Funds	\$44,480,781	\$900,045	\$48,025		\$834,031,552	\$19,225,156	\$918,312	854,175,020

Average Days Interval between Date Expenses are Incurred and Date of Payment 18.76

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
WORKING CAPITAL - LEAD/LAG STUDY
AS OF JULY 31, 2004

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-5.2
PAGE 3 OF 6
Witness Responsible: JE Salsler

Line No		Revenues Amount	Median Service Days	Dollar Days
1				
2				
3	Monthly - Arrears Full Bills	\$39,918,969	15.21	\$607,167,523
4				
5	Monthly - Arrears Partial/Final Bills	500,000	7.60	3,800,000
6				
7	Other Revenues	1,017,595	34.54	35,147,731
8				
9	Fire Service	2,641,175	(15.26)	(40,304,331)
10				
11	Total	<u>\$44,077,739</u>		<u>\$605,810,923</u>
12				
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19				
20	Average Median Service Days		13.74	
21				
22	Number of Days between the Reading Date and the Billing Date		2.50	
23				
24	Number of Days between the Billing Date and the Date the Bills are Paid			
25				
26				
27	Total Average Days' Interval between Number of Days from Date Services are Furnished to Date Collections are Received			
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
WORKING CAPITAL - LEAD/LAG STUDY
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): Sch 6 2

SCHEDULE B-5.2
PAGE 4 OF 6
Witness Responsible: JE Salser

Line No	Description	Days	Amount			
			CENTRALDN	TRIVILLAGE	ELK LAKE	TOTALWATER
1						
2						
3						
4	Total Operabng Funds		<u>\$47,603,621</u>	<u>\$1,090,787</u>	<u>\$116,941</u>	<u>48,811,349</u>
5	Average Daily Operabng Funds		130,421	2,988	320	133,730
6						
7	Composite Average Days Interval Between					
8						
9	(A) Date Service Furnished and Date Collections Deposited	36.61				
10						
11	(B) Date Expenses Incurred and Date of Payment	<u>18.07</u>				
12						
13	(C) Net Interval	<u>18.54</u>				
14						
15	Total Working Capital		<u>\$2,418,397</u>	<u>\$55,406</u>	<u>\$5,934</u>	<u>2,479,737</u>
16						
17						
18	Use		<u>\$2,418,000</u>	<u>\$55,000</u>	<u>\$6,000</u>	
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
WORKING CAPITAL - LEAD/LAG STUDY
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: **X** ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-8 & W/P-1-6

SCHEDULE B-5.2
PAGE SOF 6

Witness Responsible: JE Salsler

Line No.	DESCRIPTION	Amount			Post Payment or (Lead) Days	Dollar Days			
		CENTRAL DIVISION	TRI-VILLAGE	ELK LAKE		CENTRAL DIVISION	TRI-VILLAGE	ELK LAKE	TOTAL WATER
1	Payrolls Charged to Expense - Union/ATS Group	\$2,843,277	\$0	\$0	12.00	34,119,324	0	0	34,119,324
2	Payrolls Charged to Expense - Salaned	2,297,158	158,820	44,408	12.00	27,565,896	1,905,840	532,896	30,004,632
3									
4									
5	Fuel and Power	1,922,641	0	0	26.96	51,834,388	0	0	51,834,388
6	Chemicals	1,220,296	840	0	6.65	8,114,969	5,586	0	8,120,555
7	Service Company Charges	3,776,639	20,090	3,581	(1.34)	(5,060,696)	(26,921)	(4,799)	(5,092,416)
8	Group Insurance	896,331	42,716	11,944	(5.82)	(5,216,646)	(248,607)	(69,514)	(5,534,767)
9	Opeb	773,416	19,786	5,532	(0.50)	(386,708)	(9,893)	(2,766)	(399,367)
10	Insurance Other than Group	537,934	10,683	11,944	(47.19)	(25,385,100)	(504,130)	(563,637)	(26,452,867)
11	Transportation Expense	414,688	0	0	13.56	5,623,169	0	0	5,623,169
12	Rents	92,360	19,078	0	18.39	1,698,500	350,844	0	2,049,344
13	Telephone Expense	172,087	6,687	702	10.31	1,774,217	68,943	7,238	1,850,398
14	Postage Expense	385,047	3,514	392	23.47	9,037,053	82,474	9,200	9,128,727
15	Stock E	58,699	3,328	0	28.03	1,645,333	93,284	0	1,738,617
16	Maintenance Expense, excluding Amortizations	976,383	9,535	36	18.54	18,102,141	176,786	667	18,279,594
17	Amortization	840,042	5,676	2,688	0.00	0	0	0	0
18	Uncollectibles	246,196	3,956	432	0.00	0	0	0	0
19	Reserved	0	0	0	0.00	0	0	0	0
20	Dther Operating Expenses	3,746,299	310,608	14,255	21.44	80,320,651	6,659,436	305,630	87,285,717
21	Total O & M Expenses	21,199,493	615,317	95,914	0.00	142,101,271	6,647,302	(317,981)	148,431,092
22									
23	Depreciation and Amortization	8,335,442	106,577	7,253	0.00	0	0	0	0
24	Taxes, Other than Income				0.00				
25	Payroll - FUTA	3,036	332	92	69.11	209,818	22,945	6,358	239,121
26	Payroll - SUTA	3,152	12,149	3,393	75.14	236,841	912,876	254,950	1,404,667
27	Payroll - FICA	387,824	238	67	15.00	5,817,360	3,570	1,005	5,821,935
28	Dther	2,256,294	99,546	2,611	69.86	157,624,699	6,954,284	182,404	164,761,387
29	Inwme Taxes - Current - SIT	515,243	(3,386)	(1,622)	30.13	15,524,272	(102,020)	(48,871)	15,373,381
30	Inwme Taxes - Current - FIT	2,025,792	(12,768)	(6,290)	30.13	61,037,113	(384,700)	(189,518)	60,462,895
31	Deferred Income Taxes	(337,512)	4,858	(329)	0.00	0	0	0	0
32	Interest Expense - Long - Term Debt	5,029,073	101,962	6,033	90.45	454,879,653	9,222,463	545,685	464,647,801
33	Interest Expense - Short-Term Debt	154,741	3,137	186	15.58	2,410,865	48,874	2,898	2,462,637
34	Preferred Dividends	448,748	9,098	538	45.49	20,413,547	413,868	24,474	20,851,889
35	Net Income	7,582,295	153,727	9,095	0.00	0	0	0	0
36									
37	Net Operating Funds	\$47,603,621	\$1,090,787	\$116,941		\$860,255,439	\$23,739,962	\$461,404	884,456,805
38									
39									
40	Average Days Interval between Date Expenses are Incurred and Date of Payment					18.07	21.76	3.95	
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
WORKING CAPITAL - LEAD/LAG STUDY
AS OF NOVEMBER 30, 2005

DATA: ___ BASE PERIOD X FORECASTED PERIOD
N P E OF FILING: X ORIGINAL ___ UPDATED ___ RMS ED
WORKPAPER REFERENCE NO(S): W/P-8

SCHEDULE B-5.2
PAGE 6 OF 6
Witness Responsible: JE Salsar

Line No.		Revenues Amount			Median Service Days	Dollar Days			
		CENTRAL DMSION	TRI-VILLAGE	ELK LAKE		CENTRAL D N	TRI-VILLAGE	ELK LAKE	TOTAL WATER
1									
2									
3	Monthly - Arrears Full Bills	\$37,894,484	\$825,059	\$93,248	15.21	\$576,375,102	\$12,549,147	\$1,418,302	590,342,551
4									
5	Monthly - Arrears Partial/Final Bills	350,000	0	0	7.60	2,660,000	0	0	2,660,000
6									
7	Other Revenues	1,532,036	0	0	34.54	52,916,523	0	0	52,916,523
8									
9	Fire Service	2,841,175	0	0	(15.26)	(40,304,331)	0	0	(40,304,331)
10									
11	Total	\$42,417,695	\$825,059	\$93,248		\$591,647,294	\$12,549,147	\$1,418,302	605,614,743
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DEFERRED CREDITS AND ACCUMULATED DEFERRED INCOME TAXES
AS OF JULY 31, 2004

DATA: X BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): W/P-1

SCHEDULE B-6
PAGE 1 OF 2
Witness Responsible: MA. Miller

Line No.	Acct No.	Description	Workpaper Reference	Jurisdictional			Jurisdictional Amount				
				CENTRAL DIV	TRI-VILLAGE	ELK LAKE	Percent	CENTRAL D N	TRI-VILLAGE	ELK LAKE	TOTAL WATER
1											
2											
3	252	Customer Advances	W/P-1-8	\$13,640,987	\$ 31,632	\$	100.00%	\$13,640,987	\$31,632	0	13,672,619
4											
5	271	Contributions in Aid of Construction	W/P-1-8	\$30,661,186	\$ 1,832,020	\$ 85,737		\$30,661,186	\$1,832,020	\$85,737	32,578,943
6											
7	255	Investment Tax Credits:									
8		Pre 1971 3% Credit	W/P-1-9	\$128,408	0	0		\$128,408	0	0	128,408
9		1971-1975 4% Credit									
10		1975-12/31/85 10% Credit									
11											
12				\$128,408	\$0	\$0		\$128,408	\$0	\$0	128,408
13											
14											
15	282	Deferred Taxes:									
16		Utility Plant in Service	W/P-1-9	\$25,182,189	\$6,953	\$0		\$25,182,189	\$6,953	\$0	25,189,142
17		Deferred Maintenance	W/P-1-9	864,002	52,740	0		864,002	52,740	0	916,742
18		Deferred Debt	W/P-1-9	2,712,841	88,098	41,645		2,712,841	88,098	41,645	2,842,584
19											
20											
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22											
23											
24				\$28,759,032	\$147,791	\$41,645		\$28,759,032	\$147,791	\$41,645	\$28,948,468
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DEFERRED CREDITS AND ACCUMULATED DEFERRED INCOMETAXES
AS OF NOVEMBER 30, 2006

DATA: ___ BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ REVISIED
WORKPAPER REFERENCE NO(S): W/P-1

SCHEDULE B-6
PAGE 2 OF 2
Witness Responsible: MA. Miller

Line No	Acct No	Description	Workpaper Reference	Jurisdictional			Jurisdictional Amount			13-Month Average Balance			
				CENTRALDN	TRI-VILLAGE	ELK LAKE	Percent	CENTRALDN	TRI-VILLAGE	ELK LAKE	CENTRALDN	TRI-VILLAGE	ELK LAKE
1													
2													
3	252	Customer Advances	W/P-1-8	\$16,145,112	168,699	0	100.00%	\$16,145,112	\$168,699	0	\$15,359,373	128,957	0
4													
5	271	Contributions in Aid of Construction	W/P-1-8	\$34,029,830	1,857,493	84,382		\$34,029,830	\$1,857,493	\$84,382	\$32,847,434	1,841,890	84,847
6													
7	255	Investment Tax Credit:											
8		Pre 1971 3% Credit	W/P-1-9	\$121,765	0	0		\$121,765	0	0	\$117,518	0	0
9		1971-1975 4% Credit											
10		1975-12/31/85 10% Credit											
11													
12				\$121,765	\$0	\$0		\$121,765	\$0	\$0	\$117,518	\$0	\$0
13													
14													
15	282	Deterred Taxes:											
16		Utility Plant in Service	W/P-1-9	\$26,549,990	\$11,318	\$0		\$26,549,990	\$11,318	\$0	\$26,479,114	\$8,449	\$0
17		Deferred Maintenance	W/P-1-9	962,849	52,740	0		962,849	52,740	0	935,758	54,624	0
18		Deferred Debit	W/P-1-9	2,440,953	85,040	40,201		2,440,953	85,040	40,201	2,592,561	86,186	40,743
19													
20													
21													
22													
23													
24				\$29,953,792	\$149,098	\$40,201		\$29,953,792	\$149,098	\$40,201	\$30,007,433	\$149,259	\$40,743
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
JURISDICTIONAL PERCENTAGES

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL — UPDATED — **REVISED**
WORKPAPER REFERENCE NO(S):

SCHEDULE B-7
PAGE 1 OF 1
Witness Responsible: MA. Miller

Line No	Acct No	Account Title	Jurisdictional Percentage	Description of Factors And/Or Method of Allocation
1				
2				
3				
4		<u>CENTRAL DIVISION</u>		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY
5				
6				
7				
8				
9		<u>TRI-VILLAGE</u>		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY
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14		<u>ELK LAKE</u>		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 200400103
JURISDICTIONAL STATISTICS - RATE BASE

DATA: __X__ BASE PERIOD __X__ FORECASTED PERIOD
TYPE OF FILING: __X__ ORIGINAL — UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-7.1
PAGE 1 OF 1
Witness Responsible: MA. Miller

Line No	Description	Statistic Total Company	Adjustment	Adjusted Statistic	Statistic For Rate Area	Allocation Factor
1						
2						
3						
4	<u>CENTRAL DIVISION</u>					
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9	<u>TRI-VILLAGE</u>					
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14	<u>ELK LAKE</u>					
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2004-00103
EXPLANATION OF CHANGES IN JURISDICTIONAL PROCEDURES

DATA: X BASE PERIOD X FORECASTED PERIOD
N P E OF FIUNG: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-7.2
PAGE 1 OF 1
Witness Responsible: M. A. Miller

Line No	Acct No	Description	Procedures Approved In Prior Rate Case	Rationale for Change
1				
2				
3				
4	<u>CENTRAL DIVISION</u>	NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY		
5				
6				
7				
8				
9	<u>TRI-VILLAGE</u>	NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY		
10				
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12				
13				
14	<u>ELK LAKE</u>	NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY		
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
COMPARATIVE BALANCE SHEETS
AS OF DECEMBER 31, 1999 - **2003 AND** BASE AND FORECASTED PERIODS

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE B-8
PAGE 1 OF 2
Witness Responsible: MA. Miller

Line No.	Description	Forecasted Period	% Change	Base Period	% Change	2003	% Change	2002	% Change	2001	% Change	2000	% Change	1999
1														
2	Utility Plant													
3	Utility Plant in Service	\$290,557,236	6.79%	\$272,078,851	0.88%	\$269,700,375	6.38%	\$253,519,205	5.36%	\$240,618,588	6.06%	\$226,876,948	5.25%	\$215,555,845
4	CWIP	4,256,409	27.52%	3,337,832	-24.43%	4,417,165	-38.72%	7,208,291	-19.50%	8,954,132	68.67%	5,308,519	-21.63%	6,773,582
5	Accum Prov - Depr/Amort	(71,207,465)	15.19%	(61,816,982)	4.27%	(59,283,171)	9.29%	(54,242,814)	11.20%	(48,780,792)	14.08%	(42,762,017)	10.79%	(38,597,521)
6	UPAA	70,692	-19.75%	88,093	-79.42%	428,141	-4.81%	449,752	25.21%	359,199	159.88%	138,218	-25.11%	184,568
7														
8	Total Net Utility Plant	223,676,872	4.67%	213,687,793	-0.73%	215,262,510	4.02%	206,934,434	2.88%	201,151,127	6.11%	189,561,668	3.07%	183,916,474
9														
10	Other Property and Investments													
11	Non-Utility Property	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738
12	Accum Prov - Depr/Amort													
13	Investment in Assoc. Co's													
14	Other Investments													
15														
16	Total Other Property and Investments	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738
17														
18														
19	Current and Accrued Assets													
20	Cash and Cash Equivalents		0.00%		-100.00%	1,001,714	43.41%	698,520	-51.93%	1,453,181	81.00%	802,842	58.05%	507,958
21	Temporary Cash Investments		0.00%		0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0
22	Customer Accounts													
23	Receivable		0.00%		-100.00%	2,849,893	58.37%	1,799,485	14.76%	1,567,978	-11.31%	1,768,015	24.93%	1,415,232
24	Accum Prov - Uncollectibles		0.00%		-100.00%	(70,816)	5.74%	(66,969)	15.18%	(58,142)	4.63%	(55,567)	10.85%	(50,130)
25	Accrues Utility Revenues		0.00%		-100.00%	3,759,672	77.52%	2,117,835	-0.87%	2,136,488	2.49%	2,084,616	9.61%	1,901,878
26	Income Tax Return due													
27	From Assoc. Co		0.00%		-100.00%	2,383,785	0.00%	0	0.00%	0	0.00%	0	0.00%	0
28	Mac Accounts Receivable		0.00%		-100.00%	1,052,195	45.54%	722,958	531.75%	114,437	-67.87%	356,210	-56.96%	827,682
29	Materials and Supplies		0.00%		-100.00%	442,869	-4.74%	464,909	28.63%	361,445	-16.12%	430,912	-17.73%	523,801
30	Other		0.00%		-100.00%	513,647	10.08%	466,613	17.97%	395,524	23.19%	321,074	-2.13%	328,048
31														
32	Total Current and Accrued Assets	12,500,000	3.31%	12,100,000	1.40%	11,932,959	92.36%	6,203,351	3.89%	5,970,911	4.60%	5,708,102	4.65%	5,454,469
33														
34														
35	Deferred Debits													
36	Unamortized Debt and													
37	Preferred Stock Expense		0.00%		-100.00%	692,207	-11.92%	785,873	-9.79%	871,132	4.30%	835,244	101.83%	413,830
38	Unamortized Rate Case													
39	Expenses		0.00%		-100.00%	5,572	0.00%	0	-100.00%	220,366	-38.98%	361,114	1804.71%	18,959
40	Preliminary Survey and													
41	Investigation Charges		0.00%		-100.00%	1,480,981	-7.70%	1,604,520	-10.39%	1,790,463	421.88%	343,081	-91.74%	4,154,302
42	Mac Deferred Debits		0.00%		-100.00%	18,562,227	0.94%	18,389,740	14.18%	16,106,234	21.65%	13,240,007	40.97%	9,392,223
43														
44	Total Deferred Debits	21,200,000	0.95%	21,000,000	1.25%	20,740,987	-0.19%	20,780,133	9.44%	18,988,195	28.48%	14,779,446	5.72%	13,979,314
45														
46														
47	Total Assets	\$257,626,610	4.29%	\$247,037,531	-0.46%	\$248,186,194	5.99%	\$234,167,656	3.45%	\$226,359,971	7.64%	\$210,298,954	3.29%	\$203,599,995
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
COMPARATIVE BALANCE SHEETS
AS OF DECEMBER 31, 1992 - **1996** AND BASE AND FORECASTED PERIODS

DATA: **X** BASE PERIOD **X** FORECASTED PERIOD
TYPE OF FILING: **X** ORIGINAL — UPDATED **___** REVISED
WORKPAPER REFERENCE NO(S):

SCHEDULE **B-8**
PAGE 2 OF 2
Witness Responsible: MA. Milk

Line No.	Description	Forecasted Period	%Change	Base Period	%Change	2003	%Change	2002	%Change	2001	%Change	2000	%Change	1999
1														
2	Common Equity													
3	Common Stock Issued	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777
4	Paid-In-Capital	30,489	0.00%	30,489	0.00%	30,489	42.95%	21,329	0.00%	21,329	0.00%	21,329	0.00%	21,329
5	Retained Earnings	26,030,002	13.21%	22,993,100	-11.87%	26,090,081	3.62%	25,177,597	3.16%	24,407,285	7.38%	22,730,060	4.81%	21,686,245
6														
7	Total Common Equity	62,629,268	5.10%	59,592,366	-4.94%	62,689,347	1.49%	61,767,703	1.26%	60,997,391	2.83%	59,320,166	1.79%	58,276,351
8	Preferred Stock Issued	6,950,000	-0.57%	6,990,000	15.48%	6,052,800	-12.41%	6,910,000	-0.58%	6,950,000	-0.68%	7,038,000	-0.68%	7,038,000
9	Long-Term Debt	73,640,000	9.84%	67,040,000	-2.13%	68,500,000	0.00%	68,500,000	53.93%	44,500,000	5.95%	42,000,000	-33.33%	63,000,000
10	Current Portion - LTD	0	0.00%	0	0.00%	0	0.00%	0	-100.00%	13,000,000	0.00%	13,000,000	225.00%	4,000,000
11														
12	Total Capitalization	143,219,268	7.18%	133,622,366	-2.64%	137,242,147	0.05%	137,177,703	9.35%	125,447,391	3.41%	121,310,166	-8.32%	132,314,351
13														
14	Current and Accrued Liabilities													
15	Notes Payable		0.00%		-100.00%	17,076,366	16.57%	14,648,828	-40.62%	24,667,794	18.42%	20,830,422	264.42%	5,716,000
16	Accounts Payable		0.00%		-100.00%	4,033,084	669.91%	523,838	-45.83%	966,938	-45.11%	1,761,634	42.10%	1,239,712
17	Accrued Taxes		0.00%		-100.00%	2,136,905	2045.83%	99,584	-61.78%	260,586	-165.35%	(398,771)	-327.92%	174,961
18	Accrued Interest		0.00%		-100.00%	1,456,724	0.00%	1,456,725	70.86%	852,579	23.89%	688,170	-17.27%	831,845
19	Customer Deposits		0.00%		-100.00%	6,560	-5.07%	6,910	-84.10%	43,449	1.53%	42,793	-2.88%	44,062
20	Dividends Declared		0.00%		0.00%	0	-100.00%	34,759	-69.15%	112,667	-0.70%	113,457	19.07%	95,287
21	Other		0.00%		-100.00%	2,467,940	24.56%	1,981,037	-15.60%	2,347,145	136.23%	993,593	-67.77%	3,082,466
22														
23	Total Current and Accrued Liabilities	29,500,000	-11.94%	33,500,000	23.26%	27,177,579	44.93%	18,751,681	-35.89%	29,251,158	21.72%	24,031,298	114.87%	11,184,333
24														
25														
26	Deferred Credits													
27	Customer Advances	16,145,112	18.36%	13,640,987	9.07%	12,506,787	13.21%	11,047,336	17.95%	9,365,736	-4.38%	9,794,602	1.20%	9,678,648
28	Detained Income Taxes	29,549,990	1.43%	29,132,374	-10.33%	32,487,805	3.96%	31,251,269	10.85%	28,191,897	3.38%	27,270,980	15.59%	23,593,764
29	Accumulated Deferred ITC	1,391,073	-7.98%	1,511,748	-2.86%	1,556,324	-5.20%	1,641,676	-4.91%	1,726,473	-4.68%	1,811,270	-4.47%	1,896,067
30	Other	4,897,799	-7.94%	5,320,154	-10.78%	5,962,866	15.54%	5,160,799	6.18%	4,860,420	159.82%	1,870,673	-16.04%	2,228,098
31														
32	Total Deferred Credits	51,983,965	4.80%	49,605,263	-5.54%	52,513,782	6.95%	49,101,080	11.23%	44,144,526	8.34%	40,747,525	8.96%	37,396,577
33														
34	Contributions in Aid of Construction	34,029,830	10.99%	30,661,186	-1.89%	31,252,684	7.26%	29,137,192	5.89%	27,516,895	13.66%	24,209,965	6.63%	22,704,734
35														
36														
37														
38	Total Liabilities	\$258,733,063	4.59%	\$247,388,815	-0.32%	\$248,186,192	5.99%	\$234,167,656	3.45%	\$226,359,970	7.64%	\$210,298,954	3.29%	\$203,599,995
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KENTUCKY-AMERICAN WATER COMPANY									
DEFERRED INCOME TAXES									
CASENO: 2004-00103									
	LEXINGTON			TRI-VILLAGE			ELK LAKE		
Deferred Debits	Base	Forecasted	Ava Forecast	Base	Forecasted	Ava Forecast	Base	Forecasted	Ava Forecast
Deferred Taxes									
SIT Liability	554,498	498,925	529,913	18,007	17,382	17,616	8,512	8,217	8,328
FIT Liability	2,158,343	1,942,028	2,062,648	70,091	67,658	68,570	33,133	31,984	32,415
Total	2,712,841	2,440,953	2,592,561	88,098	85,040	86,186	41,645	40,201	40,743
Deferred Maintenance									
Deferred Taxes									
SIT Liability	176,600	196,804	191,267	12,284	10,780	11,165			
FIT Liability	687,402	766,045	744,491	47,814	41,960	43,459			
Total	864,002	962,849	935,758	60,098	52,740	54,624			
Deferred Tax Info for UPIS									
Deferred Taxes									
SIT & FIT Liability	29,936,420	31,265,474	31,208,313	8,380	12,733	9,868	0	0	0
Subtotal	29,936,420	31,265,474	31,208,313	8,380	12,733	9,868	0	0	0
Reg Assets/Liab	(4,754,231)	(4,715,484)	(4,729,199)	(1,427)	(1,415)	(1,419)	0	0	0
Total	25,182,189	26,549,990	26,479,114	6,953	11,318	8,449	0	0	0

KENTUCKY-AMERICANWATER COMPANY
DEPRECIABLE PROPERTYNET OF CIAC
REFERENCED TO ACCOUNT SCHEDULE B
LEXINGTON

Acct No.	Account Title	Forecasted Depreciation Expense on End of Forecasted Test Year Plant				
		Balance	Less CIAC	Net UPS	Depr Rates	Depr Exp
3031	OTHER PIE INTANGIBLES	125,793		125,793	10.00%	\$ 12,579
3036	OTHER PIE COMPREHENSIVE STUDIES	282,824		282,824	12.50%	35,353
311	SS STRUCTURES & IMPROVEMENTS	265,573		265,573	3.14%	8,339
312	COLL & IMPOUNDING/RESERV	1,013,271		1,013,271	2.20%	22,292
313	LAKE, RIVER, & OTHER INTAKES	581,930		581,930	2.15%	12,511
314	WELLS & SPRINGS	0		0	0.00%	0
316	SUPPLY MAINS	5,069,822		5,069,822	1.11%	56,275
321	PUMPING STRUCTURES & IMPROVEMENTS	4,450,646		4,450,646	2.32%	103,255
322	BOILER PLANT EQUIPMENT	0		0	0.00%	0
3232	OTHER POWER PROD EQPT	572,278		572,278	3.35%	19,171
325	ELECTRIC PUMPING EQUIPMENT	9,451,438		9,451,438	3.71%	350,648
326	DIESEL PUMPING EQUIPMENT	594,512		594,512	3.08%	18,311
3282	GASOLINE PUMPING EQPT	0		0	0.00%	0
3283	OTHER PUMPING EQUIPMENT	0		0	0.00%	0
		0		0	0.00%	0
		0		0	0.00%	0
331	WTR STRUCTURES & IMPROVMT	8,036,215		8,036,215	1.79%	143,848
332	WATER TREATMENT EQUIPMENT	24,587,109		24,587,109	4.03%	990,860
334	GAC	0		0	0.00%	0
341	T & D STRUCTURES & IMP	781,133		781,133	5.65%	44,134
342	DISTR RES & STANDPIPES	10,100,546		10,100,546	2.20%	222,212
343	T & D MAINS	137,000,036	15,516,589	121,483,447	1.18%	1,433,505
345	SERVICES	31,013,059	113,117	30,899,942	4.23%	1,307,068
346	METERS	12,758		12,758	2.73%	348
3461	METERS - BRONZECASE	33,115		33,115	1.02%	338
3462	METERS - PLASTIC CASE	2,330,742		2,330,742	4.97%	115,838
3463	METERS - OTHER	4,550,805	209,652	4,341,153	2.35%	102,017
347	METER INSTALLATIONS	14,525,965		14,525,965	2.44%	354,434
348	HYDRANTS	8,843,104	305,754	8,537,350	2.58%	220,264
3901	OFFICE STRUCTURES	3,920,712		3,920,712	1.68%	65,868
3902	STORES, SHOP & GAR STRUCT	991,015		991,015	1.65%	16,352
3903	MISC STRUCTURES	1,902,421		1,902,421	3.97%	75,526
3911	OFFICE FURNITURE	670,035		670,035	4.05%	27,136
3912	MAINFRAME COMP & PERIPH EQPT	47,238		47,238	11.94%	5,640
39121	PERSONAL COMP & PERIPH EQPT	1,083,823		1,083,823	16.73%	181,324
39122	OTHER OFFICE MACH & EQPT	327,644		327,644	3.47%	11,369
39123	OFFICE MACH & EQPT - SOFTWARE	0		0	11.81%	0
39125	MAINFRAME SOFTWARE	4,450,268		4,450,268	21.06%	937,226
39126	PERSONAL COMP SOFTWARE	672,344		672,344	22.20%	149,260
39128	OTHER SOFTWARE	671,159		671,159	21.15%	141,950
3913	OTHER OFFICE EQUIPMENT	140,933		140,933	6.95%	9,795
39211	TRANS EQUIP - LIGHT TRUCKS	1,347,184		1,347,184	14.16%	190,761
39212	TRANS EQUIP - HEAVY TRUCKS	755,758		755,758	12.59%	95,150
3922	TRANS EQUIP - CARS	40,855		40,855	20.28%	8,285
3923	OTHER TRANS EQUIP	53,299		53,299	14.37%	7,659
393	STORES EQUIPMENT	35,547		35,547	3.88%	1,379
394	TOOLS, SHOP, & GARAGE EQUIP	861,315		861,315	7.10%	61,153
395	LABORATORY EQUIPMENT	1,055,051		1,055,051	10.94%	115,423
396	POWER OPERATED EQUIPMENT	512,488		512,488	9.13%	46,790
397	COMMUNICATIONEQUIPMENT	1,888,139		1,888,139	4.79%	90,442
3971	COMMUNICATIONEQUIPMENT	0		0	4.79%	0
3972	COMMUNICATIONEQUIPMENT	0		0	4.79%	0
398	MISC EQUIPMENT	559,942		559,942	4.71%	26,373
399	OTHER TANGIBLE PROPERTY	133,282		133,282	20.89%	27,843
	TOTAL	\$ 286,343,126	\$ 16,145,112	\$ 270,198,014		\$ 7,866,304

KENTUCKY-AMERICAN WATER COMPANY
DEPRECIABLE PROPERTY NET OF CIAC
REFERENCED TO ACCOUNT SCHEDULE B
LEXINGTON

Acct No.	Account Title	Forecasted Depreciation Expense on End of Base Test Year Plant				
		Balance Jul-04	Less CIAC Jul-04	Net UPIs	Depr Rates	Depr Exp
3031	OTHE PIE INTANGIBLES	\$ 125,793		\$ 125,793	10.00%	\$ 12,579
3036	OTHER PIE COMPREHENSIVE STUDIES	282,824		282,824	12.50%	35,353
311	SS STRUCTURES & IMPROVEMENTS	265,573		265,573	3.14%	8,339
312	COLL & IMPOUNDING/RESERV/	1,013,271		1,013,271	2.20%	22,292
313	LAKE, RIVER, & OTHER INTAKES	581,930		581,930	2.15%	12,511
314	WELLS & SPRINGS	0		0	0.00%	0
316	SUPPLY MAINS	5,069,822		5,069,822	1.11%	56,275
321	PUMPING STRUCTURES & IMPROVEMENTS	4,441,292		4,441,292	2.32%	103,038
322	BOILER PLANT EQUIPMENT	0		0	0.00%	0
3232	OTHER POWER PROD EQPT	572,278		572,278	3.35%	19,171
325	ELECTRIC PUMPING EQUIPMENT	9,419,809		9,419,809	3.71%	349,475
326	DIESEL PUMPING EQUIPMENT	594,512		594,512	3.08%	18,311
3282	GASOLINE PUMPING EQPT	0		0	0.00%	0
3283	OTHER PUMPING EQUIPMENT	0		0	0.00%	0
		0		0	0.00%	0
331	WT STRUCTURES & IMPROVMT	7,961,564		7,961,564	1.79%	142,512
332	WATER TREATMENT EQUIPMENT	24,239,713		24,239,713	4.03%	976,880
334	GAC	0		0	0.00%	0
341	T & D STRUCTURES & IMP	724,970		724,970	5.65%	40,961
342	DISTR RES & STANDPIPES	6,476,418		6,476,418	2.20%	142,481
343	T & D MAINS	129,453,633	23,080,755	106,372,878	1.18%	1,255,200
345	SERVICES	28,628,556	12,934,119	15,694,437	4.23%	663,875
346	METERS	2,214		2,214	2.73%	60
3461	METERS - BRONZE CASE	33,115		33,115	1.02%	338
3462	METERS - PLASTIC CASE	1,416,181		1,416,181	4.97%	70,384
3463	METERS - OTHER	4,605,394	501,187	4,104,207	2.35%	96,449
347	METER INSTALLATIONS	13,116,151		13,116,151	2.44%	320,034
348	HYDRANTS	8,350,820	890,306	7,460,514	2.58%	192,481
3901	OFFICE STRUCTURES	3,903,843		3,903,843	1.68%	65,585
3902	STORES, SHOP & GAR STRUCT	991,015		991,015	1.65%	16,352
3903	MISC STRUCTURES	746,867		746,867	3.97%	29,651
3911	OFFICE FURNITURE	670,035		670,035	4.05%	27,136
3912	MAINFRAME COMP & PERIPH EQPT	36,694		36,694	11.94%	4,381
39121	PERSONAL COMP & PERIPH EQPT	1,217,861		1,217,861	16.73%	203,748
39122	OTHER OFFICE MACH & EQPT	327,644		327,644	3.47%	11,369
39123	OFFICE MACH & EQPT - SOFTWARE	0		0	11.81%	0
39125	MANFRAME SOFTWARE	3,924,029		3,924,029	21.06%	826,401
39126	OTHER SOFTWARE	672,344		672,344	22.20%	149,260
39128	PERSONAL COMP SOFTWARE	671,159		671,159	21.15%	141,950
3913	OTHER OFFICE EQUIPMENT	140,933		140,933	6.95%	9,795
39211	TRANS EQUIP - LIGHT TRUCKS	1,295,175		1,295,175	14.16%	183,397
39212	TRANS EQUIP - HEAVY TRUCKS	660,055		660,055	12.59%	83,101
3922	TRANS EQUIP - CARS	67,769		67,769	20.28%	13,744
3923	OTHER TRANS EQUIP	53,299		53,299	14.37%	7,659
393	STORES EQUIPMENT	35,547		35,547	3.88%	1,379
394	TOOLS, SHOP, & GARAGE EQUIP	793,330		793,330	7.10%	56,326
395	LABORATORY EQUIPMENT	901,596		901,596	10.94%	98,635
396	POWER OPERATED EQUIPMENT	512,488		512,488	9.13%	46,790
397	COMMUNICATION EQUIPMENT	1,859,461		1,859,461	4.79%	89,068
3971	COMMUNICATION EQUIPMENT	0		0	4.79%	0
3972	COMMUNICATION EQUIPMENT	0		0	4.79%	0
398	MISC EQUIPMENT	546,235		546,235	4.71%	25,728
399	OTHER TANGIBLE PROPERTY	133,282		133,282	20.89%	27,843
	TOTAL	\$ 267,536,494	\$ 37,406,367	\$ 230,130,127		\$ 6,658,277

KENTUCKY-AMERICAN WATER COMPANY
DEPRECIABLE PROPERTY NET OF CIAC
REFERENCED TO ACCOUNT SCHEDULE B
LEXINGTON

Acct No.	Account Title	Forecasted Depreciation Expense on Average Test Year Plant				
		Average Balance	Less Avg CIAC	Net UPS	Depr Rates	Depr Exp
3031	OTHER PIE INTANGIBLES	\$ 125,793		\$ 125,793	10.00%	\$ 12,579
3036	OTHER PIE COMPREHENSIVE STUDIES	308,074		308,074	12.50%	38,509
311	SS STRUCTURES & IMPROVEMENTS	265,573		265,573	3.14%	8,339
312	COLL & IMPOUNDING RESERV	1,013,271		1,013,271	2.20%	22,292
313	LAKE, RIVER, & OTHER INTAKES	581,930		581,930	2.15%	12,511
314	WELLS & SPRINGS	0		0	0.00%	0
316	SUPPLY MAINS	5,069,822		5,069,822	1.11%	56,275
321	PUMPING STRUCTURES & IMPROVEMENTS	4,449,926		4,449,926	2.32%	103,238
322	BOILER PLANT EQUIPMENT	0		0	0.00%	0
3232	OTHER POWER PRODEQPT	572,278		572,278	3.35%	19,171
325	ELECTRIC PUMPING EQUIPMENT	9,427,919		9,427,919	3.71%	349,776
326	DIESEL PUMPING EQUIPMENT	594,512		594,512	3.08%	18,311
3282	GASOLINE PUMPING EQPT	0		0	0.00%	0
3283	OTHER PUMPING EQUIPMENT	0		0	0.00%	0
		0		0	0.00%	0
331	WT STRUCTURES & IMPROVMT	8,030,473		8,030,473	1.79%	143,745
332	WATER TREATMENT EQUIPMENT	24,399,936		24,399,936	4.03%	983,317
334	GAC	0		0	0.00%	0
341	T & D STRUCTURES & IMP	776,813		776,813	5.65%	43,890
342	DIST RES & STANDPIPES	7,170,420		7,170,420	2.20%	157,749
343	T & D MAINS	134,720,963	24,771,873	109,949,090	1.18%	1,297,399
345	SERVICES	30,028,871	13,644,974	16,383,897	4.23%	693,039
346	METERS	6,675		6,675	2.73%	182
3461	METERS - BRONZE CASE	33,115		33,115	1.02%	338
3462	METERS - PLASTIC CASE	2,013,415		2,013,415	4.97%	100,067
3463	METERS - OTHER	4,572,214	1,033,099	3,539,115	2.35%	83,169
347	METER INSTALLATIONS	13,979,011		13,979,011	2.44%	341,088
348	HYDRANTS	8,659,341	890,306	7,769,035	2.58%	200,441
3901	OFFICE STRUCTURES	3,909,074		3,909,074	1.68%	65,672
3902	STORES, SHOP & GAR STRUCT	991,015		991,015	1.65%	16,352
3903	MISC STRUCTURES	1,191,311		1,191,311	3.97%	47,295
3911	OFFICE FURNITURE	670,035		670,035	4.05%	27,136
3912	MAINFRAME COMP & PERIPH EQPT	41,155		41,155	11.94%	4,914
39121	PERSONAL COMP & PERIPH EQPT	1,140,436		1,140,436	16.73%	190,795
39122	OTHER OFFICE MACH & EQPT	327,644		327,644	3.47%	11,369
39123	OFFICE MACH & EQPT - SOFTWARE	0		0	1.81%	0
39125	MAINFRAME SOFTWARE	4,409,788		4,409,788	21.06%	928,701
39126	PERSONAL COMP SOFTWARE	672,344		672,344	22.20%	149,260
39128	OTHER SOFTWARE	671,159		671,159	21.15%	141,950
3913	OTHER OFFICE EQUIPMENT	140,933		140,933	6.95%	9,795
39211	TRANS EQUIP - LIGHT TRUCKS	1,322,314		1,322,314	14.16%	187,240
39212	TRANS EQUIP - HEAVY TRUCKS	715,488		715,488	12.58%	90,080
3922	TRANS EQUIP - CARS	51,104		51,104	20.28%	10,364
3923	OTHER TRANS EQUIP	53,299		53,299	14.37%	7,659
393	STORES EQUIPMENT	35,547		35,547	3.88%	1,379
394	TOOLS, SHOP, & GARAGE EQUIP	828,326		828,326	7.10%	58,811
395	LABORATORY EQUIPMENT	977,685		977,685	10.94%	106,959
396	POWER OPERATED EQUIPMENT	512,488		512,488	9.13%	46,790
397	COMMUNICATION EQUIPMENT	1,873,557		1,873,557	4.79%	89,743
3971	COMMUNICATION EQUIPMENT	0		0	4.79%	0
3972	COMMUNICATION EQUIPMENT	0		0	4.79%	0
398	MISC EQUIPMENT	559,536		559,536	4.71%	26,354
399	OTHER TANGIBLE PROPERTY	133,282		133,282	20.89%	27,843
	TOTAL	\$ 278,027,865	\$ 40,340,252	\$ 237,687,613		\$ 6,931,886

KENTUCKY-AMERICAN WATER COMPANY
DEPRECIABLE PROPERTY NET OF CIAC
REFERENCED TO ACCOUNT SCHEDULE B
TRI-VILLAGE

Acct No.	Account Title	Forecasted Depreciation Expense on End of Forecasted Test Year Plant				
		Balance November 30, 2005	Less CIAC November 30, 2005	Net UPIS	Depr Rates	Depr Exp
3031	OTHER PIE INTANGIBLES	-	-	0	10.00%	\$ -
3036	OTHER PIE COMPREHENSIVE STUDIES	-	-	0	12.50%	0
311	SS STRUCTURES & IMPROVEMENTS	-	0	0	3.14%	0
312	COLL & IMPOUNDING RESERV	246,811	0	246,811	2.20%	5,430
313	LAKE, RIVER & OTHER INTAKES	421,082	0	421,082	2.15%	9,053
314	WELLS & SPRINGS	332,796	0	332,796	0.00%	0
316	SUPPLY MAINS	-	0	0	1.11%	0
321	PUMPING STRUCTURES & IMPROVEMENTS	-	-	0	2.32%	0
322	BOILER PLANT EQUIPMENT	-	-	0	0.00%	0
3232	OTHER POWER PROD EQPT	-	0	0	3.35%	0
325	ELECTRIC PUMPING EQUIPMENT	126,875	0	126,875	3.71%	4,707
326	DIESEL PUMPING EQUIPMENT	-	0	0	3.08%	0
3282	GASOLINE PUMPING EQPT	-	0	0	0.00%	0
3283	OTHER PUMPING EQUIPMENT	-	0	0	0.00%	0
331	WT STRUCTURES & IMPROVMT	-	-	0	1.79%	0
332	WATER TREATMENT EQUIPMENT	51,538	0	51,538	4.03%	2,077
334	GAC	-	0	0	0.00%	0
341	T & D STRUCTURES & IMP	-	0	0	5.65%	0
342	DIST RES & STANDPIPES	857,578	0	857,578	2.20%	18,867
343	T & D MAINS	2,913,947	0	2,913,947	1.18%	34,385
345	SERVICES	153,330	0	153,330	4.23%	6,486
346	METERS	-	0	0	2.73%	0
3461	METERS - BRONZE CASE	-	0	0	1.02%	0
3462	METERS - PLASTIC CASE	344,146	0	344,146	4.97%	17,104
3463	METERS - OTHER	11,067	0	11,067	2.35%	260
347	METER INSTALLATIONS	8,697	0	8,697	2.44%	212
348	HYDRANTS	23,290	0	23,290	2.58%	601
3901	OFFICE STRUCTURES	-	-	0	1.68%	0
3902	STORES, SHOP & GAR STRUCT	-	0	0	1.65%	0
3903	MISC STRUCTURES	-	0	0	3.97%	0
3911	OFFICE FURNITURE	2,563	0	2,563	4.05%	104
3912	MAINFRAME COMP & PERIPH EQPT	-	0	0	11.94%	0
39121	PERSONAL COMP & PERIPH EQPT	15,942	0	15,942	16.73%	2,667
39122	OTHER OFFICE MACH & EQPT	-	0	0	3.47%	0
39123	OFFICE MACH & EQPT - SOFTWARE	-	0	0	11.81%	0
39125	MAINFRAME SOFTWARE	-	0	0	21.06%	0
39126	PERSONAL COMP SOFTWARE	-	0	0	22.20%	0
39128	OTHER SOFTWARE	5,907	0	5,907	21.15%	1,249
3913	OTHER OFFICE EQUIPMENT	23,188	0	23,188	6.95%	1,612
39211	TRANS EQUIP - LIGHT TRUCKS	9,500	0	9,500	14.16%	1,345
39212	TRANS EQUIP - HEAVY TRUCKS	5,000	0	5,000	12.59%	630
3922	TRANS EQUIP - CARS	-	0	0	20.28%	0
3923	OTHER TRANS EQUIP	2,500	0	2,500	14.37%	359
393	STORES EQUIPMENT	-	0	0	3.88%	0
394	TOOLS, SHOP, & GARAGE EQUIP	16,164	0	16,164	7.10%	1,148
395	LABORATORY EQUIPMENT	-	0	0	10.94%	0
396	POWER OPERATED EQUIPMENT	35,704	0	35,704	9.13%	3,260
397	COMMUNICATION EQUIPMENT	2,718	0	2,718	4.79%	130
3971	COMMUNICATION EQUIPMENT	-	0	0	4.79%	0
3972	COMMUNICATION EQUIPMENT	-	0	0	4.79%	0
398	MISC EQUIPMENT	9,489	0	9,489	4.71%	447
399	OTHER TANGIBLE PROPERTY	-	0	0	20.89%	0
TOTAL		\$ 5,619,832	\$ -	\$ 5,619,832		\$ 112,133

KENTUCKY-AMERICAN WATER COMPANY
DEPRECIABLE PROPERTY NET OF CIAC
TRIVILLAGE

AcctNo.	AccountTitle	Forecasted Depreciation Expense on End of Base Test Year Plant				
		Balance Jul-04	Less CIAC Jul-04	Net UPIIS	Depr Rates	Depr Exp
3031	OTHER PIE INTANGIBLES	\$ -	\$ -	\$ -	10.00%	\$ -
3036	OTHER PIE COMPREHENSIVE STUDIES	-	-	0	12.50%	0
311	SS STRUCTURES & IMPROVEMENTS	-	-	0	3.14%	0
312	COLL & IMPOUNDING RESERV	246,811	-	246,811	2.20%	5,430
313	LAKE, RIVER, & OTHER INTAKES	421,082	-	421,082	2.15%	9,053
314	WELLS & SPRINGS	332,796	-	332,796	0.00%	0
316	SUPPLY MAINS	-	-	0	1.11%	0
321	PUMPING STRUCTURES & IMPROVEMENTS	-	-	0	2.32%	0
322	BOILER PLANT EQUIPMENT	-	-	0	0.00%	0
3232	OTHER POWER PROD EQPT	-	-	0	3.35%	0
325	ELECTRIC PUMPING EQUIPMENT	126,875	-	126,875	3.71%	4,707
326	DIESEL PUMPING EQUIPMENT	-	-	0	3.08%	0
3282	GASOLINE PUMPING EQPT	-	-	0	0.00%	0
3283	OTHER PUMPING EQUIPMENT	-	-	0	0.00%	0
331	WT STRUCTURES & IMPROVMT	-	-	0	1.79%	0
332	WATER TREATMENT EQUIPMENT	51,538	-	51,538	4.03%	2,077
334	GAC	-	-	0	0.00%	0
341	T & D STRUCTURES & IMP	-	-	0	5.65%	0
342	DIST RES & STANDPIPES	857,578	-	857,578	2.20%	18,867
343	T & D MAINS	2,626,063	0	2,626,063	1.18%	30,988
345	SERVICES	133,300	0	133,300	4.23%	5,639
346	METERS	-	-	0	2.73%	0
3461	METERS - BRONZE CASE	-	-	0	1.02%	0
3462	METERS - PLASTIC CASE	343,092	-	343,092	4.97%	17,052
3463	METERS - OTHER	9,486	-	9,486	2.35%	0
347	METER INSTALLATIONS	6,589	-	6,589	2.44%	0
348	HYDRANTS	23,290	-	23,290	2.58%	0
3901	OFFICE STRUCTURES	-	-	0	1.68%	0
3902	STORES, SHOP & GAR STRUCT	-	-	0	1.65%	0
3903	MISC STRUCTURES	-	-	0	3.97%	0
3911	OFFICE FURNITURE	2,563	-	2,563	4.05%	104
3912	MANIFRAME COMP & PERIPH EQPT	-	-	0	11.94%	0
39121	PERSONAL COMP & PERIPH EQPT	15,942	-	15,942	16.73%	2,667
39122	OTHER OFFICE MACH & EQPT	-	-	0	3.47%	0
39123	OFFICE MACH & EQPT - SOFTWARE	-	-	0	11.81%	0
39125	MANIFRAME SOFTWARE	-	-	0	21.06%	0
39126	PERSONAL COMP SOFTWARE	-	-	0	22.20%	0
39128	OTHER SOFTWARE	5,907	-	5,907	21.15%	1,249
3913	OTHER OFFICE EQUIPMENT	23,188	-	23,188	6.95%	1,612
39211	TRANS EQUIP - LIGHT TRUCKS	9,500	-	9,500	14.16%	1,345
39212	TRANS EQUIP - HEAVY TRUCKS	5,000	-	5,000	12.59%	630
3922	TRANS EQUIP - CARS	-	-	0	20.28%	0
3923	OTHER TRANS EQUIP	2,500	-	2,500	14.37%	359
393	STORES EQUIPMENT	-	-	0	3.88%	0
394	TOOLS, SHOP, & GARAGE EQUIP	9,838	-	9,838	7.10%	698
395	LABORATORY EQUIPMENT	-	-	0	10.94%	0
396	POWER OPERATED EQUIPMENT	35,704	-	35,704	9.13%	3,260
397	COMMUNICATION EQUIPMENT	2,718	-	2,718	4.79%	130
3971	COMMUNICATION EQUIPMENT	-	-	0	4.79%	0
3972	COMMUNICATION EQUIPMENT	-	-	0	4.79%	0
398	MISC EQUIPMENT	-	-	0	4.71%	0
399	OTHER TANGIBLE PROPERTY	-	-	0	20.89%	0
TOTAL		\$ 5,291,360	\$ -	\$ 5,251,995		\$ 105,967

KENTUCKY-AMERICAN WATER COMPANY
DEPRECIABLE PROPERTY NET OF CIAC
REFERENCED TO ACCOUNT SCHEDULE B
TRI-VILLAGE

Acct No.	Account Title	Forecasted Depreciation Expense on Average Test Year Plant				
		Average Nov-05	Less Avg Nov-05	Net UPIS	Depr Rates	Depr Exp
3031	OTHER PIE INTANGIBLES	\$ -		\$ -	10.00%	\$ -
3036	OTHER PIE COMPREHENSIVE STUDIES	-		0	12.50%	0
311	SS STRUCTURES & IMPROVEMENTS	-		0	3.14%	0
312	COLL & IMPOUNDING RESERV	246,811		246,811	2.20%	5,430
313	LAKE, RIVER & OTHER INTAKES	421,082		421,082	2.15%	9,053
314	WELLS & SPRINGS	332,796		332,796	0.00%	0
316	SUPLY MAINS	-		0	1.11%	0
321	PUMPING STRUCTURES & IMPROVEMENTS	-		0	2.32%	0
322	BOILER PLANT EQUIPMENT	-		0	0.00%	0
3232	OTHER POWER PROD EQPT	-		0	3.35%	0
325	ELECTRIC PUMPING EQUIPMENT	126,875		126,875	3.71%	4,707
326	DIESEL PUMPING EQUIPMENT	-		0	3.08%	0
3282	GASOLINE PUMPING EQPT	-		0	0.00%	0
3283	OTHER PUMPING EQUIPMENT	-		0	0.00%	0
331	WT STRUCTURES & IMPROVMT	-		0	1.79%	0
332	WATER TREATMENT EQUIPMENT	51,538		51,538	4.03%	2,077
334	GAC	-		0	0.00%	0
341	T & D STRUCTURES & IMP	-		0	5.65%	0
342	DIST RES & STANDPIPES	857,578		857,578	2.20%	18,867
343	T & D MAINS	2,631,175	0	2,631,175	1.18%	31,048
345	SERVICES	126,322	0	126,322	4.23%	5,343
346	METERS	-		0	2.73%	0
3461	METERS - BRONZE CASE	-		0	1.02%	0
3462	METERS - PLASTIC CASE	342,362		342,362	4.97%	17,015
3463	METERS - OTHER	7,905	0	7,905	2.35%	186
347	METER INSTALLATIONS	5,604		5,604	2.44%	137
348	HYDRANTS	20,451	0	20,451	2.58%	528
3901	OFFICE STRUCTURES	-		0	1.68%	0
3902	STORES, SHOP & GAR STRUCT	-		0	1.65%	0
3903	MISC STRUCTURES	-		0	3.97%	0
3911	OFFICE FURNITURE	2,563		2,563	4.05%	104
3912	MAINFRAME COMP & PERIPH EQPT	-		0	11.94%	0
39121	PERSONAL COMP & PERIPH EQPT	15,942		15,942	16.73%	2,667
39122	OTHER OFFICE MACH & EQPT	-		0	3.47%	0
39123	OFFICE MACH & EQPT - SOFTWARE	-		0	11.81%	0
39125	MAINFRAME SOFTWARE	-		0	21.06%	0
39126	PERSONAL COMP SOFTWARE	-		0	22.20%	0
39128	OTHER SOFTWARE	5,907		5,907	21.15%	1,249
3913	OTHER OFFICE EQUIPMENT	23,188		23,188	6.95%	1,612
39211	TRANS EQUIP - LIGHT TRUCKS	9,500		9,500	14.16%	1,345
39212	TRANS EQUIP - HEAVY TRUCKS	5,000		5,000	12.59%	630
3922	TRANS EQUIP - CARS	-		0	20.28%	0
3923	OTHER TRANS EQUIP	2,500		2,500	14.37%	359
393	STORES EQUIPMENT	-		0	3.88%	0
394	TOOLS, SHOP, & GARAGE EQUIP	10,892		10,892	7.10%	773
395	LABORATORY EQUIPMENT	-		0	10.94%	0
396	POWER OPERATED EQUIPMENT	35,704		35,704	9.13%	3,260
397	COMMUNICATION EQUIPMENT	2,718		2,718	4.79%	130
3971	COMMUNICATION EQUIPMENT	-		0	4.79%	0
3972	COMMUNICATION EQUIPMENT	-		0	4.79%	0
398	MISC EQUIPMENT	1,217		1,217	4.71%	57
399	OTHER TANGIBLE PROPERTY	-		0	20.89%	0
	TOTAL	\$ 5,285,630	\$ -	\$ 5,285,630		\$ 106,577

KENTUCKY-AMERICAN WATER COMPANY
DEPRECIABLE PROPERTY NET OF CIAC
REFERENCED TO ACCOUNT SCHEDULE B
ELK LAKE

Acct No.	Account Title	Forecasted/Depreciation Expense on End of Forecasted Test Year Plant					
		Balance November 30, 2005	Less CIAC November 30, 2005	Net UPIS	Depr Rates	Depr Exp	
3031	OTHER PIE INTANGIBLES	\$ 3,838		\$ 3,838	10.00%	\$ 384	
3036	OTHER PIE COMPREHENSIVE STUDIES	-		0	12.50%	0	
311	SS STRUCTURES & IMPROVEMENTS	27,734		27,734	3.14%	871	
312	COLL & IMPOUNDING RESERV			0	2.20%	0	
313	LAKE, RIVER, & OTHER INTAKES			0	2.15%	0	
314	WELLS & SPRINGS			0	0.00%	0	
316	SUPPLY MAINS	14,520		14,520	1.11%	161	
321	PUMPING STRUCTURES & IMPROVEMENTS			0	2.32%	0	
322	BOILER PLANT EQUIPMENT			0	0.00%	0	
3232	OTHER POWER PROD EQPT			0	3.35%	0	
325	ELECTRIC PUMPING EQUIPMENT	15,100		15,100	3.71%	560	
326	DIESEL PUMPING EQUIPMENT			0	3.08%	0	
3282	GASOLINE PUMPING EQPT			0	0.00%	0	
3283	OTHER PUMPING EQUIPMENT			0	0.00%	0	
331	WT STRUCTURES & IMPROVMT	7,618		7,618	1.79%	136	
332	WATER TREATMENT EQUIPMENT			0	4.03%	0	
334	GAC			0	0.00%	0	
341	T & D STRUCTURES & IMP	-		0	5.65%	0	
342	DISTR RES & STANDPIPES	30,749		30,749	2.20%	676	
343	T & D MAINS	145,823		145,823	1.18%	1,721	
345	SERVICES			0	4.23%	0	
346	METERS			0	2.73%	0	
3461	METERS - BRONZE CASE			0	1.02%	0	
3462	METERS - PLASTIC CASE			0	4.97%	0	
3463	METERS - OTHER	56,623		56,623	2.35%	1,331	
347	METER INSTALLATIONS			0	2.44%	0	
348	HYDRANTS	13,900		13,900	2.58%	359	
3901	OFFICE STRUCTURES			0	1.68%	0	
3902	STORES, SHOP & GAR STRUCT			0	1.65%	0	
3903	MISC STRUCTURES			0	3.97%	0	
3911	OFFICE FURNITURE			0	4.05%	0	
3912	MAINFRAME COMP & PERIPH EQPT			0	11.94%	0	
39121	PERSONAL COMP & PERIPH EQPT			0	16.73%	0	
39122	OTHER OFFICE MACH & EQPT			0	3.47%	0	
39123	OFFICE MACH & EQPT - SOFTWARE			0	11.81%	0	
39125	MAINFRAME SOFTWARE			0	21.06%	0	
39126	PERSONAL COMP SOFTWARE			0	22.20%	0	
39128	OTHER SOFTWARE			0	21.15%	0	
3913	OTHER OFFICE EQUIPMENT			0	6.95%	0	
39211	TRANS EQUIP - LIGHT TRUCKS	7,445		7,445	14.16%	1,054	
39212	TRANS EQUIP - HEAVY TRUCKS			0	12.59%	0	
3922	TRANS EQUIP - CARS			0	20.28%	0	
3923	OTHER TRANS EQUIP			0	14.37%	0	
393	STORES EQUIPMENT			0	3.88%	0	
394	TOOLS, SHOP, & GARAGE EQUIP			0	7.10%	0	
395	LABORATORY EQUIPMENT			0	10.94%	0	
396	POWER OPERATED EQUIPMENT			0	9.13%	0	
397	COMMUNICATION EQUIPMENT			0	4.79%	0	
3971	COMMUNICATION EQUIPMENT			0	4.79%	0	
3972	COMMUNICATION EQUIPMENT			0	4.79%	0	
398	MISC EQUIPMENT			0	4.71%	0	
399	OTHER TANGIBLE PROPERTY			0	20.89%	0	
	TOTAL	\$ 323,350	\$ -	\$ 323,350		\$ 7,253	

KENTUCKY-AMERICAN WATER COMPANY
DEPRECIABLE PROPERTY NET OF CIAC
REFERENCED TO ACCOUNT SCHEDULE B
ELK LAKE

Acct No.	Account Title	Forecasted Depreciation Expense on End of Base Test Year Jan				
		Balance Jul-04	Less CIAC Jul-04	Net UP/IS	Depr Rates	Depr Exp
3031	OTHER PIE INTANGIBLES	\$ 3,838		\$ 3,838	10.00%	\$ 384
3036	OTHER PIE COMPREHENSIVE STUDIES	-		0	12.50%	0
311	SS STRUCTURES & IMPROVEMENTS	27,734		27,734	3.14%	871
312	COLL & IMPOUNDING RESERV	-		0	2.20%	0
313	LAKE, RIVER, & OTHER INTAKES	-		0	2.15%	0
314	WELLS & SPRINGS	-		0	0.00%	0
316	SUPPLY MAINS	14,520		14,520	1.11%	161
321	PUMPING STRUCTURES & IMPROVEMENTS	-		0	2.32%	0
322	BOILER PLANT EQUIPMENT	-		0	0.00%	0
3232	OTHER POWER PROD EQPT	-		0	3.35%	0
325	ELECTRIC PUMPING EQUIPMENT	15,100		15,100	3.71%	560
326	DIESEL PUMPING EQUIPMENT	-		0	3.08%	0
3282	GASOLINE PUMPING EQPT	-		0	0.00%	0
3283	OTHER PUMPING EQUIPMENT	-		0	0.00%	0
331	WT STRUCTURES & IMPROVMT	7,618		7,618	1.79%	136
332	WATER TREATMENT EQUIPMENT	-		0	4.03%	0
334	GAC	-		0	0.00%	0
341	T & D STRUCTURES & IMP	30,749		30,749	2.20%	676
342	DIST RES & STANDPIPES	145,823	0	145,823	1.18%	1,721
343	T & D MAINS	-		0	4.23%	0
345	SERVICES	-		0	2.73%	0
346	METERS	-		0	1.02%	0
3461	METERS - BRONZE CASE	-		0	4.97%	0
3462	METERS - PLASTIC CASE	56,623		56,623	2.35%	1,331
3463	METERS - OTHER	-		0	2.44%	0
347	METER INSTALLATIONS	13,900		13,900	2.58%	359
348	HYDRANTS	-		0		
3901	OFFICE STRUCTURES	-		0	1.68%	0
3902	STORES, SHOP & GAR STRUCT	-		0	1.65%	0
3903	MISC STRUCTURES	-		0	3.97%	0
3911	OFFICE FURNITURE	-		0	4.05%	0
3912	MAINFRAME COMP & PERIPH EQPT	-		0	11.94%	0
39121	PERSONAL COMP & PERIPH EQPT	-		0	3.47%	0
39122	OTHER OFFICE MACH & EQPT	-		0	11.81%	0
39123	OFFICE MACH & EQPT - SOFTWARE	-		0	21.06%	0
39125	MAINFRAME SOFTWARE	-		0	22.20%	0
39126	PERSONAL COMP SOFTWARE	-		0	21.15%	0
39128	OTHER SOFTWARE	-		0	6.95%	0
3913	OTHER OFFICE EQUIPMENT	-		0	14.16%	1,054
39211	TRANS EQUIP - LIGHT TRUCKS	7,445		7,445	12.59%	0
39212	TRANS EQUIP - HEAVY TRUCKS	-		0	20.28%	0
3922	TRANS EQUIP - CARS	-		0	14.37%	0
3923	OTHER TRANS EQUIP	-		0	3.88%	0
393	STORES EQUIPMENT	-		0	7.10%	0
394	TOOLS, SHOP, & GARAGE EQUIP	-		0	10.94%	0
395	LABORATORY EQUIPMENT	-		0	9.13%	0
396	POWER OPERATED EQUIPMENT	-		0	4.79%	0
397	COMMUNICATION EQUIPMENT	-		0	4.79%	0
3971	COMMUNICATION EQUIPMENT	-		0	4.79%	0
3972	COMMUNICATION EQUIPMENT	-		0	4.71%	0
398	MISC EQUIPMENT	-		0	20.89%	0
399	OTHER TANGIBLE PROPERTY	-		0		
TOTAL		\$ 323,350	\$ -	\$ 323,350		\$ 7,253

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: ___ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE **NO(S)**:: SCH C-2 (TOTAL COMPANY)

SCHEDULE **C-1**, PAGE 1 OF 4
Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No	Description	Forecasted Return at Current Rates	Proposed Increase	Forecasted Return at Proposed Rates
1				
2				
3	Operating Revenues	<u>\$43,336,002</u>	<u>\$7,176,820</u>	16.56% <u>\$50,512,822</u>
4				
5	Operating Expenses			
6				
7	Operation and Maintenance	21,910,724	36,374	21,947,098
8				
9	Depreciation and Amortization	7,740,870	0	7,740,870
10				
11	Taxes Other Than Income	2,710,557	13,413	2,723,970
12				
13	State Income Taxes	477,264	587,980	1,065,245
14				
15	Federal Income Taxes	<u>1,706,722</u>	<u>2,288,669</u>	<u>3,995,390</u>
16				
17	Total Operating Expenses	<u>34,546,137</u>	<u>2,926,436</u>	<u>37,472,573</u>
18				
19	Utility Operating Income	<u>\$8,789,865</u>	<u>\$4,250,384</u>	<u>\$13,040,249</u>
20				
21				
22	Rate Base	<u>\$158,063,617</u>		<u>\$158,063,617</u>
23				
24				
25	Rate of Return	<u>5.56%</u>		<u>8.25%</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: ___ BASE PERIOD ___ X ___ FORECASTED PERIOD
N P E OF FILING: ___ X ___ ORIGINAL ___ UPDATED ___ REVIS~~E~~D
WORKPAPER REFERENCE NO(S): SCH C-2 (CENTRAL DIVISION)

SCHEDULE C-1, PAGE 2 OF 4
Witness Responsible: **M.A. Miller, S. A. Valentine**

Line No	Description	Forecasted Return at Current Rates	Proposed Increase	Forecasted Return at Proposed Rates
1				
2				
3	Operating Revenues	<u>\$42,417,695</u>	<u>\$6,802,633</u>	16.0373% <u>\$49,220,328</u>
4				
5	Operating Expenses			
6				
7	Operation and Maintenance	21,199,493	34,478	21,233,971
8				
9	Depreciation and Amortization	7,627,040	0	7,627,040
10				
11	Taxes Other Than Income	2,650,306	12,714	2,663,020
12				
13	State Income Taxes	481,053	557,324	1,038,377
14				
15	Federal Income Taxes	<u>1,722,470</u>	<u>2,169,341</u>	<u>3,891,811</u>
16				
17	Total Operating Expenses	<u>33,680,362</u>	<u>2,773,857</u>	<u>36,454,219</u>
18				
19	Utility Operating Income	<u>\$8,737,333</u>	<u>\$4,028,776</u>	<u>\$12,766,109</u>
20				
21				
22	Rate Base	<u>\$154,740,713</u>		<u>\$154,740,713</u>
23				
24				
25	Rate of Return	<u>5.65%</u>		<u>8.25%</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30,2005

DATA: ___ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): SCH C-2 (TRI VILLAGE)

SCHEDULE C-1, PAGE 3 OF 4
Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No	Description	Forecasted Return at Current Rates	Proposed Increase	Forecasted Return at Proposed Rates
1				
2				
3	Operating Revenues	<u>\$825,059</u>	<u>\$335,091</u>	40.6142% <u>\$1,160,150</u>
4				
5	Operating Expenses			
6				
7	Operatton and Maintenance	615,317	1,698	617,015
8				
9	Depreciation and Amortization	106,577	0	106,577
10				
11	Taxes Other Than Income	54,088	626	54,714
12				
13	State Income Taxes	(2,122)	27,453	25,331
14				
15	Federal Income Taxes	<u>(9,174)</u>	<u>106,860</u>	<u>97,686</u>
16				
17	Total Operating Expenses	<u>764,686</u>	<u>136,637</u>	<u>901,323</u>
18				
19	Utility Operating Income	<u>\$60,373</u>	<u>\$198,454</u>	<u>\$258,827</u>
20				
21				
22	Rate Base	<u>\$3,137,287</u>		<u>\$3,137,287</u>
23				
24				
25	Rate of Return	<u>1.92%</u>		<u>8.25%</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30,2005

DATA: ___ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): SCH C-2 (ELK LAKE)

SCHEDULE C-1, PAGE 4 OF 4
Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No.	Description	Forecasted Return at Current Rates	Proposed Increase	Forecasted Return at Proposed Rates
1				
2				
3	Operating Revenues	<u>\$93,248</u>	<u>\$39,096</u>	41.9269% <u>\$132,344</u>
4				
5	Operating Expenses			
6				
7	Operation and Maintenance	95,914	198	96,112
8				
9	Depreciation and Amortization	7,253	0	7,253
10				
11	Taxes Other Than Income	6,163	73	6,236
12				
13	State Income Taxes	(1,666)	3,203	1,537
14				
15	Federal Income Taxes	<u>(6,575)</u>	<u>12,468</u>	<u>5,893</u>
16				
17	Total Operating Expenses	<u>101,089</u>	<u>15,942</u>	<u>117,031</u>
18				
19	Utility Operating Income	<u>(\$7,841)</u>	<u>\$23,154</u>	<u>\$15,313</u>
20				
21				
22	Rate Base	<u>\$185,618</u>		<u>\$185,618</u>
23				
24				
25	Rate of Return	<u>-4.22%</u>		<u>8.25%</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
N P E OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): **W/P-2,3,4,5 & 6** (TOTAL COMPANY)

SCHEDULE C-2, PAGE 1 OF 4
Witness Responsible: MA **Miller, S. A.** Valentine

Line No	Major Group Classification	Base Year Revenues & Expenses	Adjustments	Schedule Reference	Forecasted Revenues & Expenses
1					
2	Operating Revenues				
3	Water Sales	\$43,200,884	(\$1,396,918)	Sch D-1	\$ 41,803,966
4	Other Operating Revenues	1,045,638	486,398	Sch D-1	1,532,036
5		<u>44,246,522</u>	<u>(910,520)</u>		<u>43,336,002</u>
6	Operating Expenses				
7	Labor	5,117,330	226,333	Sch D-1	5,343,663
8	Purchased Water	340,297	11,477	Sch D-1	351,774
9	Fuel and Power	2,039,507	(116,866)	Sch D-1	1,922,641
10	Chemicals	1,359,190	(138,054)	Sch D-1	1,221,136
11	Waste Disposal	166,669	72,327	Sch D-1	238,996
12	Management Fees	3,027,803	772,507	Sch D-1	3,800,310
13	Group Insurance	1,559,719	164,688	Sch D-1	1,724,407
14	Pensions	961,536	(223,676)	Sch D-1	737,860
15	Regulatory Expense	19,712	210,568	Sch D-1	230,280
16	Insurance Other than Group	488,203	61,051	Sch D-1	549,254
17	Customer Accounting	852,207	137,653	Sch D-1	989,860
18	Rents	73,840	37,598	Sch D-1	111,438
19	General Office Expense	380,937	(32,331)	Sch D-1	348,606
20	Miscellaneous	3,080,829	(101,956)	Sch D-1	2,978,873
21	Maintenance - Other	1,195,232	166,394	Sch D-1	1,361,626
22					
23	Total O & M Expenses	<u>20,663,011</u>	<u>1,247,713</u>		<u>21,910,724</u>
24					
25	Depreciation	6,088,055	957,661	Sch D-1	7,045,716
26	Amortization	687,857	7,297	Sch D-1	695,154
27	General Taxes				
28	Property and Capital Stock	2,111,251	110,519	Sch D-1	2,221,770
29	Gross Receipts and Sales	83,672	(5,168)	Sch D-1	78,504
30	Payroll	433,591	(23,308)	Sch D-1	410,283
31	Miscellaneous	(201)	201	Sch D-1	0
32	State Income Taxes				
33	Current	257,699	252,535	Sch E-1.5	510,234
34	Deferred		(32,331)	Sch E-1.5	(32,970)
35					
36					
37	Federal Income Taxes				
38	Current	966,511	1,040,224	Sch E-1.5	2,006,735
39	Deferred	1,988,482	(2,203,698)	Sch E-1.5	(215,216)
40	Deferred- ITC	(79,820)	(4,977)	Sch E-1.5	(84,797)
41					
42					
43					
44	Total Operating Expenses	<u>33,460,199</u>	<u>1,085,938</u>		<u>34,546,137</u>
45					
46	Utility Operating Income	<u>\$10,786,323</u>	<u>(\$1,996,458)</u>		<u>\$8,789,865</u>
47					
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30,2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL — UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): WP-2,3,4,5 & 6 (CENTRAL DIVISION)

SCHEDULE **C-2**, PAGE 2 OF 4
Witness Responsible: MA. Miller, S. A. Valentine

Line No	Major Group Classification	Base Year Revenues & Expenses	Adjustments	Schedule Reference	Forecasted Revenues & Expenses
1					
2	Operating Revenues				
3	Water Sales	\$42,372,006	(\$1,486,347)	Sch D-1	\$ 40,885,659
4	Other Operating Revenues	1,044,074	487,962	Sch D-1	1,532,036
5		<u>43,416,080</u>	<u>(998,385)</u>		<u>42,417,695</u>
6	Operating Expenses				
7	Labor	4,938,893	201,542	Sch D-1	5,140,435
8	Purchased Water	61,278	10,722	Sch D-1	72,000
9	Fuel and Power	2,039,507	(116,866)	Sch D-1	1,922,641
10	Chemicals	1,358,500	(138,204)	Sch D-1	1,220,296
11	Waste Disposal	166,669	72,327	Sch D-1	238,996
12	Management Fees	3,027,803	748,836	Sch D-1	3,776,639
13	Group Insurance	1,562,617	107,130	Sch D-1	1,669,747
14	Pensions	963,675	(249,202)	Sch D-1	714,473
15	Regulatory Expense	19,712	210,404	Sch D-1	230,116
16	Insurance Other than Group	488,322	49,612	Sch D-1	537,934
17	Customer Accounting	849,113	128,713	Sch D-1	977,826
18	Rents	60,321	32,039	Sch D-1	92,360
19	General Office Expense	366,697	(20,742)	Sch D-1	345,955
20	Miscellaneous	3,022,892	(114,872)	Sch D-1	2,908,020
21	Maintenance - Other	1,191,050	161,005	Sch D-1	1,352,055
22					
23	Total O & M Expenses	<u>20,117,049</u>	<u>1,082,444</u>		<u>21,199,493</u>
24					
25	Depreciation	6,045,715	886,171	Sch D-1	6,931,886
26	Amortization	687,857	7,297	Sch D-1	695,154
27	General Taxes				
28	Property and Capital Stock	2,111,251	66,539	Sch D-1	2,177,790
29	Gross Receipts and Sales	83,672	(5,168)	Sch D-1	78,504
30	Payroll	427,345	(33,333)	Sch D-1	394,012
31	Miscellaneous	(201)	201	Sch D-1	0
32	State Income Taxes				
33	Current	251,550	263,693	Sch E-1.5	515,243
34	Deferred	255,097	(289,287)	Sch E-1.5	(34,190)
35					
36					
37	Federal Income Taxes				
38	Current	943,643	1,082,149	Sch E-1.5	2,025,792
39	Deferred	1,950,303	(2,168,828)	Sch E-1.5	(218,525)
40	Deferred - ITC	(79,820)	(4,977)	Sch E-1.5	(84,797)
41					
42					
43					
44	Total Operating Expenses	<u>32,793,461</u>	<u>886,900</u>		<u>33,680,362</u>
45					
46	Utility Operating Income	<u>\$10,622,619</u>	<u>(\$1,885,285)</u>		<u>\$8,737,333</u>
47					
48					
49					
50					

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): **WP-2,3,4,5 & 6** (TRI VILLAGE)

SCHEDULE C-2, PAGE 3 OF 4
Witness Responsible: M.A. Milled. S. A. Valentine

Line No.	Major Group Classification	Base Year Revenues & Expenses	Adjustments	Schedule Reference	Forecasted Revenues & Expenses
1					
2	Operating Revenues				
3	Water Sales	\$784,374	\$40,685	Sch D-1	\$ 825,059
4	Other Operating Revenues	1,564	(1,564)	Sch D-1	0
5		<u>785,938</u>	<u>39,121</u>		<u>825,059</u>
6	Operating Expenses				
7	Labor	158,756	64	Sch D-1	158,820
8	Purchased Water	262,278	1,194	Sch D-1	263,472
9	Fuel and Power	0	0	Sch D-1	0
10	Chemicals	580	260	Sch D-1	840
11	Waste Disposal	0	0	Sch D-1	0
12	Management Fees	0	20,090	Sch D-1	20,090
13	Group Insurance	(2,511)	45,227	Sch D-1	42,716
14	Pensions	(1,690)	19,965	Sch D-1	18,275
15	Regulatory Expense	0	139	Sch D-1	139
16	Insurance Other than Group	(119)	10,802	Sch D-1	10,683
17	Customer Accounting	3,094	7,794	Sch D-1	10,888
18	Rents	13,519	5,559	Sch D-1	19,078
19	General Office Expense	14,240	(11,636)	Sch D-1	2,604
20	Miscellaneous	50,318	7,859	Sch D-1	58,177
21	Maintenance - Other	3,513	6,022	Sch D-1	9,535
22					
23	Total O & M Expenses	<u>501,978</u>	<u>113,339</u>		<u>615,317</u>
24					
25	Depreciation	42,340	64,237	Sch D-1	106,577
26	Amortization	0	0	Sch D-1	0
27	General Taxes				
28	Property and Capital Stock	0	41,369	Sch D-1	41,369
29	Gross Receipts and Sales	0	0	Sch D-1	0
30	Payroll	6,246	6,473	Sch D-1	12,719
31	Miscellaneous	0	0	Sch D-1	0
32	State Income Taxes				
33	Current	6,818	(10,204)	Sch E-1.5	(3,386)
34	Deferred	4,864	(3,600)	Sch E-1.5	1,264
35					
36					
37	Federal Inwme Taxes				
38	Current	25,496	(38,264)	Sch E-1.5	(12,768)
39	Deferred	37,185	(33,591)	Sch E-1.5	3,594
40	Deferred- ITC	0	0	Sch E-1.5	0
41					
42					
43					
44	Total Operating Expenses	<u>624,927</u>	<u>139,759</u>		<u>764,686</u>
45					
46	Utility Operatng Income	<u>\$161,011</u>	<u>(\$100,638)</u>		<u>\$60,373</u>
47					
48					
49					
50					

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE **NO(S): W/P-2,3,4,5 & 6 (ELK LAKE)**

SCHEDULE C-2, PAGE 4 OF 4
Witness Responsible: MA. **Miller**, S. A. Valentine

Line No	Major Group Classification	Base Year Revenues & Expenses	Adjustments	Schedule Reference	Forecasted Revenues & Expenses
1					
2	Operating Revenues				
3	Water Sales	\$44,504	\$48,744	Sch D-1	\$ 93,248
4	Other Operating Revenues	0	0	Sch D-1	0
5		<u>44,504</u>	<u>48,744</u>		<u>93,248</u>
6	Operating Expenses				
7	Labor	19,681	24,727	Sch D-1	44,408
8	Purchased Water	16,741	(439)	Sch D-1	16,302
9	Fuel and Power	0	0	Sch D-1	0
10	Chemicals	110	(110)	Sch D-1	0
11	Waste Disposal	0	0	Sch D-1	0
12	Management Fees	0	3,581	Sch D-1	3,581
13	Group Insurance	(387)	12,331	Sch D-1	11,944
14	Pensions	(449)	5,561	Sch D-1	5,112
15	Regulatory Expense	0	25	Sch D-1	25
16	Insurance Other than Group	0	637	Sch D-1	637
17	Customer Accounting	0	1,146	Sch D-1	1,146
18	Rents	0	0	Sch D-1	0
19	General Office Expense	0	47	Sch D-1	47
20	Miscellaneous	7,619	5,057	Sch D-1	12,676
21	Maintenance - Other	669	(633)	Sch D-1	36
22					
23	Total O & M Expenses	<u>43,984</u>	<u>51,930</u>		<u>95,914</u>
24					
25	Depreciation	0	7,253	Sch D-1	7,253
26	Amortization	0	0	Sch D-1	0
27	General Taxes				
28	Property and Capital Stock	0	2,611	Sch D-1	2,611
29	Gross Receipts and Sales	0	0	Sch D-1	0
30	Payroll	0	3,552	Sch D-1	3,552
31	Miscellaneous	0	0	Sch D-1	0
32	State Inwme Taxes				
33	Current	(668)	(954)	Sch E-1 5	(1,622)
34	Deferred	130	(174)	Sch E-1 5	(44)
35					
36					
37	Federal Income Taxes				
38	Current	(2,629)	(3,661)	Sch E-1 5	(6,290)
39	Deferred	994	(1,279)	Sch E-1 5	(285)
40	Deferred - ITC	0	0	Sch E-1 5	0
41					
42					
43					
44	Total Operating Expenses	<u>41,811</u>	<u>59,278</u>		<u>101,089</u>
45					
46	Utility Operating Income	<u>\$2,693</u>	<u>(\$10,534)</u>		<u>(\$7,841)</u>
47					
48					
49					
50					

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30,2005

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE **NO(S):** SCH **D-1** (TOTAL COMPANY)

SCHEDULE C-2.1, PAGE 1 OF 4
Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No	Major Group Classification	Base Year Revenues & Expenses	Jurisdictional Percent	Base Year Unadjusted Jurisdiction	Jurisdictional Method/Description
1					
2	Operating Revenues				
3	Water Sales	\$43,200,884	<u>100.00%</u>	\$43,200,884	Not Applicable to Kentucky-American Water Company
4	Other Operating Revenues	1,045,638		1,045,638	
5		<u>44,246,522</u>		<u>44,246,522</u>	
6	Operating Expenses				
7	Labor	5,117,330		5,117,330	
8	Purchased Water	340,297		340,297	
9	Fuel and Power	2,039,507		2,039,507	
10	Chemicals	1,359,190		1,359,190	
11	Waste Disposal	166,669		166,669	
12	Management Fees	3,027,803		3,027,803	
13	Group Insurance	1,559,719		1,559,719	
14	Pensions	961,536		961,536	
15	Regulatory Expense	19,712		19,712	
16	Insurance Other than Group	488,203		488,203	
17	Customer Accounting	852,207		852,207	
18	Rents	73,840		73,840	
19	General Office Expense	380,937		380,937	
20	Miscellaneous	3,080,829		3,080,829	
21	Maintenance - Other	1,195,232		1,195,232	
22					
23	Total O & M Expenses	<u>20,663,011</u>		<u>20,663,011</u>	
24					
25	Depreciation	6,088,055		6,088,055	
26	Amortization	687,857		687,857	
27	General Taxes				
28	Property and Capital Stock	2,111,251		2,111,251	
29	Gross Receipts and Sales	83,672		83,672	
30	Payroll	433,591		433,591	
31	Miscellaneous	(201)		(201)	
32	State Income Taxes				
33	Current	257,699		257,699	
34	Deferred	260,091		260,091	
35					
36					
37	Federal Income Taxes				
38	Current	966,511		966,511	
39	Deferred	1,988,482		1,988,482	
40	Deferred - ITC	(79,820)		(79,820)	
41					
42					
43					
44	Total Operating Expenses	<u>33,460,199</u>		<u>33,460,199</u>	
45					
46	Utility Operating Income	<u>\$10,786,323</u>		<u>\$10,786,323</u>	

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY

DATA: X BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL ___ UPDATED ___ **REVISED**
WORKPAPER REFERENCE **NO(S)**: SCH **D-1** (CENTRAL DIVISION)

SCHEDULE C-2.1, PAGE 2 OF 4
Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No	Major Group Classification	Base Year Revenues & Expenses	Jurisdictional Percent	Base Year Unadjusted Jurisdiction	Jurisdictional Method/Description
1					
2	Operating Revenues				
3	Water Sales	\$42,372,006	100.00%	\$42,372,006	Not Applicable to Kentucky-American Water Company
4	Other Operating Revenues	<u>1,044,074</u>		<u>1,044,074</u>	
5		<u>43,416,080</u>		<u>43,416,080</u>	
6	Operating Expenses				
7	Labor	4,938,893		4,938,893	
8	Purchased Water	61,278		61,278	
9	Fuel and Power	2,039,507		2,039,507	
10	Chemicals	1,358,500		1,358,500	
11	Waste Disposal	166,669		166,669	
12	Management Fees	3,027,803		3,027,803	
13	Group Insurance	1,562,617		1,562,617	
14	Pensions	963,675		963,675	
15	Regulatory Expense	19,712		19,712	
16	Insurance Other than Group	488,322		488,322	
17	Customer Accounting	849,113		849,113	
18	Rents	60,321		60,321	
19	General Office Expense	366,697		366,697	
20	Miscellaneous	3,022,892		3,022,892	
21	Maintenance - Other	1,191,050		1,191,050	
22					
23	Total O & M Expenses	<u>20,117,049</u>		<u>20,117,049</u>	
24					
25	Depreciation	6,045,715		6,045,715	
26	Amortization	687,857		687,857	
27	General Taxes				
28	Property and Capital Stock	2,111,251		2,111,251	
29	Gross Receipts and Sales	83,672		83,672	
30	Payroll	427,345		427,345	
31	Miscellaneous	(201)		(201)	
32	State Income Taxes				
33	Current	251,550		251,550	
34	Deferred				
35					
36					
37	Federal Income Taxes				
38	Current	943,643		943,643	
39	Deferred	1,950,303		1,950,303	
40	Deferred - ITC	(79,820)		(79,820)	
41					
42					
43					
44	Total Operating Expenses	<u>32,793,461</u>		<u>32,793,461</u>	
45					
46	Utility Operating Income	<u>\$10,622,619</u>		<u>\$10,622,619</u>	
47					

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: **NOVEMBER 30,2005**

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE **NO(S)**: SCH **D-1** (TRI VILLAGE)

SCHEDULE **C-2.1**, PAGE 3 OF 4
Witness Responsible: MA. **Miller**/ S. A. Valentine

Line No	Major Group Classification	Base Year Revenues & Expenses	Jurisdictional Percent	Base Year Unadjusted Jurisdiction	Jurisdictional Method/Description
1					
2	Operating Revenues				
3	Water Sales	\$784,374	<u>100.00%</u>	\$784,374	Not Applicable to Kentucky-American Water Company
4	Other Operating Revenues	<u>1,564</u>		<u>1,564</u>	
5		<u>785,938</u>		<u>785,938</u>	
6	Operating Expenses				
7	Labor	158,756		158,756	
8	Purchased Water	262,278		262,278	
9	Fuel and Power	0		0	
10	Chemicals	580		580	
11	Waste Disposal	0		0	
12	Management Fees	0		0	
13	Group Insurance	(2,511)		(2,511)	
14	Pensions	(1,690)		(1,690)	
15	Regulatory Expense	0		0	
16	Insurance Other than Group	(119)		(119)	
17	Customer Accounting	3,094		3,094	
18	Rents	13,519		13,519	
19	General Office Expense	14,240		14,240	
20	Miscellaneous	50,318		50,318	
21	Maintenance - Other	3,513		3,513	
22					
23	Total O & M Expenses	<u>501,978</u>		<u>501,978</u>	
24					
25	Depreciation	42,340		42,340	
26	Amortization	0		0	
27	General Taxes				
28	Property and Capital Stock	0		0	
29	Gross Receipts and Sales	0		0	
30	Payroll	6,246		6,246	
31	Miscellaneous	0		0	
32	State Inwme Taxes				
33	Current	6,818		6,818	
34	Deferred	0		0	
35					
36					
37	Federal Inwme Taxes				
38	Current	25,496		25,496	
39	Deferred	37,185		37,185	
40	Deferred - ITC	0		0	
41					
42					
43					
44	Total Operating Expenses	<u>624,927</u>		<u>624,927</u>	
45					
46	Utility Operating Inwme	<u>\$161,011</u>		<u>\$161,011</u>	
47					

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-1 (ELK LAKE)

SCHEDULE C-2.1, PAGE 4 OF 4
Witness Responsible: **M.A. Miller**, S. A. Valentine

Ltne No	Major Group Classification	Base Year Revenues & Expenses	Jurisdictional Percent	Base Year Unadjusted Jurisdiction	Jurisdictional Method/Description
1					
2	Operating Revenues				
3	Water Sales	\$44,504	<u>100.00%</u>	\$44,504	Not Applicable to Kentucky-American Water Company
4	Other Operating Revenues	0		0	
5		<u>44,504</u>		<u>44,504</u>	
6	Operating Expenses				
7	Labor	19,681		19,681	
8	Purchased Water	16,741		16,741	
9	Fuel and Power	0		0	
10	Chemicals	110		110	
11	Waste Disposal	0		0	
12	Management Fees	0		0	
13	Group Insurance	(387)		(387)	
14	Pensions	(449)		(449)	
15	Regulatory Expense	0		0	
16	Insurance Other than Group	0		0	
17	Customer Accounting	0		0	
18	Rents	0		0	
19	General Office Expense	0		0	
20	Miscellaneous	7,619		7,619	
21	Maintenance - Other	669		669	
22					
23	Total O & M Expenses	<u>43,984</u>		<u>43,984</u>	
24					
25	Depreciation	0		0	
26	Amortization	0		0	
27	General Taxes				
28	Property and Capital Stock	0		0	
29	Gross Receipts and Sales	0		0	
30	Payroll	0		0	
31	Miscellaneous	0		0	
32	State Income Taxes				
33	Current	(668)		(668)	
34	Deferred	130		130	
35					
36					
37	Federal Income Taxes				
38	Current	(2,629)		(2,629)	
39	Deferred	994		994	
40	Deferred- ITC	0		0	
41					
42					
43					
44	Total Operating Expenses	<u>41,811</u>		<u>41,811</u>	
45					
46	Utility Operating Inwme	<u>\$2,693</u>		<u>\$2,693</u>	
47					

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED RMSE D
WORKPAPER REFERENCE NO(S): SCH D-2.1/D-2.2 (TOTAL COMPANY)

SCHEDULE D-1
Page 1 of 19

Witness Responsible: MA. Miller, S. A. Valentine

Line No	Account Number	Description	Base Period	Adj D-1 Sch D-2.1	Adj D-2 Sch D-2.2	Adj D-3 Sch D-2.2	Total Adjustments						
1		<u>Water Revenues</u>											
2	461100	Residential - Billed	\$ 23,492,953	\$ (376,888)	\$ -	\$ -	(\$376,888)						
3	461110	Residential - Unbilled	\$ 67,951	\$ (67,951)	\$ -	\$ -	(67,951)						
4	461200	Commercial - Billed	\$ 11,014,843	\$ (469,317)	\$ -	\$ -	(469,317)						
5	461210	Commercial - Unbilled	\$ 80,463	\$ (80,463)	\$ -	\$ -	(80,463)						
6	461300	Industrial - Billed	\$ 1,497,592	\$ 82,607	\$ -	\$ -	82,607						
7	461310	Industrial - Unbilled	\$ 34,339	\$ (34,339)	\$ -	\$ -	(34,339)						
8	461400	Miscellaneous - Billed	\$ 10,336	\$ 5,572	\$ -	\$ -	5,572						
9	461410	Miscellaneous - Water Sales Billed Unmetered	\$ -	\$ -	\$ -	\$ -	0						
10	462000	Private Fire - Billed	\$ 844,721	\$ (5,721)	\$ -	\$ -	(5,721)						
11	462100	Private Fire - Unbilled	\$ -	\$ -	\$ -	\$ -	0						
12	463000	Public Fire - Billed	\$ 1,835,565	\$ (33,390)	\$ -	\$ -	(33,390)						
13	463100	Public Fire - Unbilled	\$ -	\$ -	\$ -	\$ -	0						
14	464200	OPA - Billed	\$ 3,396,558	\$ (267,435)	\$ -	\$ -	(267,435)						
15	464210	OPA - Unbilled	\$ 15,645	\$ (15,645)	\$ -	\$ -	(15,645)						
16	468000	Sales for Resale - Billed	\$ 847,567	\$ (71,597)	\$ -	\$ -	(71,597)						
17	468100	Sales for Resale - Unbilled	\$ 41,775	\$ (41,775)	\$ -	\$ -	(41,775)						
18		Total Water Revenues	43,180,308	(1,376,342)	0	0	(1,376,342)						
19													
20		<u>Sewer Revenues</u>											
21	461000	Residential - Billed	19,013	(19,013)	0	0	(19,013)						
22	461010	Residential - Billed Surcharge	0	0	0	0	0						
23	461020	Commercial - Billed	734	(734)	0	0	(734)						
24	461030	Commercial - Unbilled	0	0	0	0	0						
25	462210	Industrial - Billed	829	(829)	0	0	(829)						
26	462110	Industrial - Unbilled	0	0	0	0	0						
27		Total Sewer Revenues	20,576	(20,576)	0	0	(20,576)						
28													
29													
30		<u>OTHER OPERATING REVENUES</u>											
31	471100	Reconnection Charges	23,280	0	(23,280)	0	(23,280)						
32	471200	Other Miscellaneous Service Revenues	141,371	0	(105,258)	0	(105,258)						
33	472000	Rents from Water Property	104,338	0	(21,598)	0	(21,598)						
34	474100	Billing & Collection Services	749,953	0	31,723	0	31,723						
35	474300	Other Water Revenues	26,696	0	187,531	0	187,531						
36		AFUDC	0	0	0	417,280	417,280						
37		TOTAL OTHER OPERATING REVENUES	1,045,638	0	69,118	417,280	486,398						
38													
39		TOTAL OPERATING REVENUES	\$44,246,522	(\$1,396,918)	\$69,118	\$417,280	\$0	\$0	\$0	\$0	\$0	\$0	(\$910,520)
40													
41													
42													
43													
44													
45													
46													
47													
48													
49													
50													

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH **D-2.1/D-2.2** (TOTAL COMPANY)

SCHEDULE **D-1**

Page 2 of 19

Witness Responsible: MA **Miller**, S. A. Valentine

Line No	Account Number	Description	Base Period	Adj D-1 Sch D-2 1	Adj D-2 Sch D-2 2	Adj D-3 Sch D-2 2					Total Adjustments
1											
2											
3		<u>Revenues from Water/Wastewater</u>									
4		Residential	\$ 23,579,917	(\$463,852)	\$0	\$0	\$0	\$0	\$0	\$0	(\$463,852)
5		Commercial	11,096,040	(550,514)	0	0	0	0	0	0	(550,514)
6		Industrial	1,532,760	47,439	0	0	0	0	0	0	47,439
7		Other Public Authority (OPA)	3,412,203	(283,080)	0	0	0	0	0	0	(283,080)
8		Sales for Resale (OWU)	889,342	(113,372)	0	0	0	0	0	0	(113,372)
9		Miscellaneous	10,336	5,572	0	0	0	0	0	0	5,572
10		Private Fire Service	844,721	(5,721)	0	0	0	0	0	0	(5,721)
11		Public Fire Service	1,835,565	(33,390)	0	0	0	0	0	0	(33,390)
12											
13		Total Water/Wastewater Revenues	43,200,884	(1,396,918)	0	0	0	0	0	0	(1,396,918)
14		Other Operating Revenues	1,045,638	0	69,118	417,280	0	0	0	0	486,398
15											
16		Total Operating Revenues	\$44,246,522	(\$1,396,918)	\$69,118	\$417,280	\$0	\$0	\$0	\$0	(\$910,520)
17											
18		<u>TAX RATE</u>									
19		State Income Tax Impact	8.25%	(\$115,246)	\$5,702	\$34,426	\$0	\$0	\$0	\$0	(\$75,118)
20		Federal Income Tax Impact	35.00%	(\$448,585)	\$22,196	\$133,999	\$0	\$0	\$0	\$0	(\$292,391)
21		Net Operating Income Impact		(\$563,831)	\$27,898	\$168,425	\$0	\$0	\$0	\$0	(\$367,508)
22											
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
N P E OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1
Page 3 of 19

Witness Responsible: MA Miller, S. A. Valentine

Line No.	Account Number	Description	Base Period	Adi D-4 Sch D-2.3	Adi D-5 Sch D-2.3	Adi D-6 Sch D-2.3	Adi D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adi D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adi D-11 Sch D-2.3	Adi D-12 Sch D-2.3	Total Adjustments
			Col1	Col2	Col3	Col4	Col5	Col6	Col7	Col8	Col9	Col10	
		SOURCE OF SUPPLY EXP (SS)											
2	600000	Operation Supervision & Engineering	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	601100	Operation Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
4	601200	Operation Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
5	602000	Purchased Water	\$340,297	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
6	603100	Miscellaneous Expenses	\$10,862	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
7	603120	Amort Misc Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
8	603200	Miscellaneous Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
9	604000	Rents	\$2,400	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
10	610000	Mamr Supervision & Engineering Ord	\$1,965	(\$1,965)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(1,965)
11	610010	Mamr Supervision & Engineering Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
12	611100	Maint Struc & Improv-Materials Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
13	611110	Maint Struc & Improv-Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
14	611200	Mamr Struc & Improv-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
15	611210	Mamr Struc & Improv-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
16	612100	Maint Col & Imp Res-Materials Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
17	612110	Maint Col & Imp Res-Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
18	612120	Amort Col & Imp Res	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
19	612200	Maint Col & Imp Res-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
20	612210	Mamr Col & Imp Res-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
21	613100	Maint Lake, River & Other Intakes-Mat Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
22	613110	Maint Lake, River & Other Intakes-Mat Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
23	613120	Amort Lake, River & Other Intakes	\$21,946	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
24	613200	Mamr Lake, River & Other Intakes-Lab Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
25	613210	Maint Lake, River & Other Intakes-Lab Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
26	616100	Maint Supply Mains-Materials Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
27	616110	Mamr Supply Mains-Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
28	616200	Maint Supply Mains-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
29	616210	Mamr Supply Mains-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
30	617100	Mamr Misc Water Source Plant-Mat Ord	\$220,934	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
31	617110	Maint Misc Water Source Plant-Mat Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
32	617200	Maint Misc Water Source Plant-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
33	617210	Maint Misc Water Source Plant-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
34													
35													
36		TOTALSSEXENSES	598,404	(1,965)	0	0	0	0	0	0	0	0	(1,965)
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
SUMMARY OF ADJUSTMENTSTO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30,2005

DATA: X_ BASE PERIOD X_ FORECASTED PERIOD
TYPE OF FILING: X_ ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1
Page 4 of 19

Witness Responsible: MA **Miller**, S. A. Valentine

Line No.	Account Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
1		PUMPINGEXPENSES											
2	620200	Operation Sup & Eng-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	620300	Operation Sup & Eng-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
4	622100	Power ProductionExpenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
5	622200	Power Production Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
6	623110	Power Purchased for Pumping-Elec	\$1,066,532	\$0	\$856,109	\$0	\$0	\$0	\$0	\$0	\$0	\$0	856,109
7	623120	Power Purchased for Pumping-Elec Adj	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
8	623210	Power Purchased for Pumping-Other	\$972,975	\$0	(\$972,975)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(972,975)
9	624200	Pumping Labor-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
10	624300	Pumpmg Labor-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
11	624500	Pumping Expenses-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
12	624600	Pumping Expenses-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
13	626200	Misc Pumping Labor-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
14	626300	Misc Pumping Labor-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
15	626500	Misc Pumping Expenses-Electric	\$3,618	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
16	626600	Misc Pumping Expenses-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
17	627200	Rents-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
18	627300	Rents-Other	\$8,034	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
19	630200	Maint Sup & Eng-Electric Ord	\$54,692	\$113,588	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	113,588
20	630210	Maint Sup & Eng-Electric Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
21	630300	Maint Sup & Eng-Other Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
22	630310	Maint Sup & Eng-Other Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
23	631100	Mamt Pumpmg Struc & Inprov-Maternal Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
24	631110	Maint Pumpmg Struc & Inprov-Maternal Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
25	631200	Maint Pumping Struc & Inprov-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
26	631210	Maint Pumping Struc & Inprov-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
27	632100	Maint Power Product--oEquip-Mat Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
28	632110	Mamt Power Product--oEquip-Mat Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
29	632200	Maint Power Product--oEquip-Lab Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
30	632210	Mamt Power Product--oEquip-Lab Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
31	633200	Maint Pumpmg Equip-Material-Electric Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
32	633210	Mamt Pumping Equip-Material-Electric Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
33	633300	Mamt Pumping Equip-Material-Other Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
34	633310	Maint Pumping Equip-Material-Other Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
35	633500	Maint Pumping Equip-Labor-Electric Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
36	633510	Maint Pumping Equip-Labor-Electric Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
37	633600	Maint Pumping Equip-Labor-OtherOrd	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
38	633610	Maint Pumping Equip-Labor-OtherPrg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
39		TOTAL PUMPING EXPENSES	2,105,851	113,588	(116,866)	0	0	0	0	0	0	0	(3,278)

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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1

Page 5 of 19

Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No.	Account Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
1		WATER TREATMENT EXPENSES (WT)											
2	640000	Operation Supervision & Engineering	-	\$374,088	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$374,088
3	641110	Chemicals-Carbon	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
4	641100	General Chemicals	1,359,190	\$0	\$0	(\$138,054)	\$0	\$0	\$0	\$0	\$0	\$0	(138,054)
5	641200	Softening Chemicals	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
6	642100	General WT Labor	1,333,567	(\$478,771)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(478,771)
7	642200	Softening Labor	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
8	642300	General WT Expenses	232,810	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
9	642390	General WT Administration	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
10	642400	Softening Expenses	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
11	643100	Misc Expenses	54,538	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
12	643190	Misc Expenses - Service Co	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
13	643200	Misc Labor	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
14	643300	Waste Disposal Expenses	145,607	\$0	\$0	\$0	\$8,393	\$0	\$0	\$0	\$0	\$0	8,393
15	643310	Amort Waste Disposal Expenses	-	\$0	\$0	\$0	\$63,934	\$0	\$0	\$0	\$0	\$0	63,934
16	644000	Rents	20,272	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
17	650000	Maint Supervision & Engineering Ord	118,160	(\$6,929)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(6,929)
18	650010	Maint Supervision & Engineering Prg	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
19	651100	Maint WT Struc & Improvements-Mat Ord	188,788	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
20	651110	Maint WT Struc & Improvements-Mat Prg	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
21	651120	Amort WT Structures	162,454	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
22	651200	Maint WT Struc & Improvements-Labor Ord	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
23	651210	Maint WT Struc & Improvements-Labor Prg	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
24	652100	Maint General WT Equipment-Mat Ord	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
25	652110	Maint General WT Equipment-Mat Prg	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
26	652200	Maint Softening Equipment-Materials	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
27	652300	Maint General WT Equipment-Labor Ord	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
28	652310	Maint General WT Equipment-Labor Prg	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
30		TOTAL WT EXPENSES	3,636,448	(111,612)	0	(138,054)	72,327	0	0	0	0	0	(177,339)

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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 200440103
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
N P E OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE **NO(S)**: SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1

Page 6 of 19

Witness Responsible: MA **Miller**, S. A. Valentine

Line No	Account Number	Description	Base Period	Adj D-4 Sch D-2-3	Adj D-5 Sch D-2-3	Adj D-6 Sch D-2-3	Adj D-7 Sch D-2-3	Adj D-8 Sch D-2-3	Adj D-9 Sch D-2-3	Adj D-10 Sch D-2-3	Adj D-11 Sch D-2-3	Adj D-12 Sch D-2-3	Total Adjustments
1		TRANS & DIST EXPENSES (T&D)											
2	660000	Operation Supervision & Engineering	\$0	\$444,800	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$444,800
3	661100	Storage Facilities - Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4	661200	Storage Facilities - Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5	662100	T&D Lines - Expenses	\$15,541	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
6	662200	T&D Lines - Labor	\$1,129,290	(\$607,785)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$607,785)
7	663100	Meter Expenses-Remove and Reset-Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
8	663200	Meter Expenses-Remove and Reset-Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
9	663300	Meter Expenses-Misc Meter Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
10	663400	Meter Expenses-Misc Meter Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
11	664100	Customer Installation - Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
12	664200	Customer Installation - Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
13	665100	Maps and Records - Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
14	665190	Maps and Records - Expenses Computer	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
15	665200	Maps and Records - Labor	\$0	\$47,984	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$47,984
16	665300	Misc Expenses	\$276,522	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
17	665400	Misc Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
18	666000	Rents	\$5,034	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
19	670000	Maint Supervision & Engineering Ord	\$16,597	(\$16,597)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$16,597)
20	670010	Maint Supervision & Engineering Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
21	671100	Maint Struct & Improvements-Materials Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
22	671110	Maint Struct & Improvements-Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
23	671200	Maint Struct & Improvements-Labor Ord	\$18,306	(\$18,306)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$18,306)
24	671210	Maint Struct & Improvements-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
25	672100	Maint Res & Standpipes - Materials Ord	\$979	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
26	672110	Maint Res & Standpipes - Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
27	672120	Amort Res & Standpipes	\$190,177	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
28	672200	Maint Res & Standpipes - Labor Ord	\$5,403	(\$5,403)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$5,403)
29	672210	Maint Res & Standpipes - Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
30	673100	Maint T&D Mains - Materials Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
31	673110	Maint T&D Mains - Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
32	673120	Amort T&D Mains	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
33	673200	Maint T&D Mains - Labor Ord	\$213,889	\$366,041	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$366,041
34	673210	Maint T&D Mains - Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35	675100	Maint Services - Materials Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
36	675110	Maint Services - Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
37	675200	Maint Services - Labor Ord	\$206,186	(\$206,186)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$206,186)
38	675210	Maint Services - Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
39	676100	Maint Meter - Materials Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
40	676110	Maint Meter - Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
41	676200	Maint Meter - Labor Ord	\$30,073	\$102,523	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$102,523
42	676210	Maint Meter - Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
43	676300	Maint Meter Installat-on Materials Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
44	676310	Maint Meter Installat-on Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
45	676400	Maint Meter Installat-on Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
46	676410	Maint Meter Installat-on Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FLNG: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1
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Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No.	Account Number	Description	Base Period	Adi D-4 Sch D-2.3	Adi D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adi D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adi D-9 Sch D-2.3	Adi D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adi D-12 Sch D-2.3	Total Adjustments
1		TRANS 8 DIST EXPENSES (T&D) (Cont'd)											
2	677100	Maint Hydrants - Matenals Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
3	677110	Maint Hydrants - Materials Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
4	677200	Maint Hydrants - Labor Ord	\$92,564	(\$59,083)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(59,083)
5	677210	Maint Hydrants - Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
6	678100	Maint Other T&D Plant - Matertals Ord	\$333,045	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
7	678110	Maint Other T&D Plant - Matertals Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
8	678200	Maint Other T&D Plant - Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
9	678210	Maint Other T&D Plant - Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
10													
11													
12		TOTAL T&D EXPENSES	2,533,606	47,988	0	0	0	0	0	0	0	0	47,988
13													
14		CUSTOMER ACCOUNTS EXPENSE (CA)											
15	901000	Supervision	\$0	\$85,687	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$85,687
16	902100	Meter Reading Expensesenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
17	902190	Meter Reading Mgt Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
18	902200	Meter Reading Labor	\$0	\$813,707	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	813,707
19		CUST RECORDS 8 COLLECTION EXPENSES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
20	903100	Contracts and Orders - Expenses	\$43,494	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
21	903200	Contracts and Orders - Labor	\$1,013,468	(\$746,576)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(746,576)
22	903300	Collecting - Expenses	\$186,177	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
23	903400	Collecting - Salaries	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
24	903510	Billing & Accounting - Computers	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
25	903520	Billing & Accounting - Other Expenses	\$421,027	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
26	903600	Billing & Accounting Salaries	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
27	904000	Uncollectible Accounts	\$186,300	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
28	905100	Misc Expenses	\$15,209	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
29	905200	Misc Salaries	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
30													
31		TOTAL CA EXPENSES	1,865,675	152,818	0	0	0	0	0	0	0	0	152,818
32													
33		CUSTOMER SERVICE EXPENSES											
34	907100	Cust Service and Information - Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35	907200	Cust Service and Information - Salaries	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
36		TOTAL CUSTOMER SERVICE EXP	0	0	0	0	0	0	0	0	0	0	0
37													
38		SALES PROMOTION EXPENSES											
39	910100	Sales Promotion - Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
40													
41		TOTAL SALES PROMOTION EXP	0	0	0	0	0	0	0	0	0	0	0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED R M S E D
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1
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Witness Responsible: M.A. Miller, S. A. Valentine

Line No.	Account Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
1		ADMINISTRATIVE & GENERAL EXP(A&G)											
2	920000	Salaries	\$864,535	(\$184,994)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$184,994)
3	920500	Incentive Plan Expense	\$17,656	\$211,490	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	211,490
4	921100	Expenses of Employees	\$81,334	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
5	921110	Dues for Clubs - Taxable	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
6	921200	Misc Office Expenses	\$284,396	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
7	923100	Service Company Charges	\$3,027,803	\$0	\$0	\$0	\$0	\$772,507	\$0	\$0	\$0	\$0	772,507
8	923190	Service Company Charges - Out Agency	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
9	923200	Auditing Services	\$26,220	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
10	923300	Legal Services	\$98,308	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
11	923400	Engineering Services	\$600	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
12	923500	Other Services - Current	\$895,967	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
13	924000	Property Insurance	\$185,350	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$42,712)	(42,712)
14	925110	Workers Compensation	\$59,118	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$5,147	5,147
15	925120	Workers Comp Cap (A&B)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
16	925130	Workers Comp Cap (H)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
17	925140	Workers Comp Cap (C&R)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
18	925200	Injuries and Damages - Salaries	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
19	925300	Injuries and Damages - Expenses	\$2,100	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
20	925310	Injuries and Damages - Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
21	925400	General Liability	\$243,735	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$98,616	98,616
22		EMPLOYEE PENSIONS & BENEFITS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
23	926100	Accrued OPEB Expense	\$676,860	\$0	\$0	\$0	\$0	\$0	\$121,874	\$0	\$0	\$0	121,874
24	926110	Group Insurance Expense	\$882,859	\$0	\$0	\$0	\$0	\$0	\$42,814	\$0	\$0	\$0	42,814
25	926120	Other Grp Insurance Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
26	926130	Group Ins Cap (A&B)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
27	926140	Group Ins Cap (H)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
28	926150	Group Ins Reimb	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
29	926160	Group Ins Cap (C&R)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
30	926170	Group Ins Pretax Contribution	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
31	926200	Other Welfare & Educational Expenses	\$118,173	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
32	926210	Educational Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
33	926220	ESOP Contribution Expense	\$53,940	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
34	926250	401-K Contributions Expense	\$86,042	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
35	926260	401-K Cap (A&B)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
36	926270	401-K Cap (H)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
37	926280	401-K Cap (C&R)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
38	926300	Suppl Pen Pay	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
39	926330	OPEB Expense Cap (A&B)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
40	926340	OPEB Expense Cap (H)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
41	926360	OPEB Expense Cap (C&R)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
42	926370	FAS 112 Cost	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
43	926400	Pension Plan Payments - Current	\$961,536	\$0	\$0	\$0	\$0	\$0	\$0	(\$68,243)	\$0	\$0	(68,243)
44	926600	Other Pension Plan Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
45	926700	Pension Plan Pmts - Union	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
46	926800	Pensions - Capitalized - (A&B)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$155,433)	\$0	\$0	(155,433)
47	926900	Pensions - Capitalized - (H)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
48	926910	Pensions - Capitalized - (C&R)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULED-1
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Witness Responsible: **M.A. Miller/ S. A. Valentine**

Line No.	Account Number	Description	Base Period	Adi D-4 Sch D-2.3	Adi D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adi D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adi D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adi D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
1		ADMINISTRATIVE & GENERAL EXP(A&G) - CONT											
2		REGULATORY COMMISSION EXPENSES											
3	928100	Amort Expense of Rate Proceedings	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$218,568	\$0	\$218,568
4	928110	Amort Serv Study Exp Cost	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
5	928200	Tax Savings	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
6	928300	Amort of Other Regulatory Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
7	928400	Other Regulatory Expenses - Current	\$19,712	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$8,000)	\$0	(8,000)
8	930200	Amort Misc Charges	\$187,704	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
9	930210	Misc General Expenses Current	\$440,257	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
10	930220	Amort Orig Cost Study	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
11	930230	Amort Misc General Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
12	930240	Misc Gen Exp - Community Relations	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
13	930250	Amort Plant Expansion Study	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
14	930260	Meals & Travel Expenses - Taxable	\$15,207	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
15	930270	Donations	\$30	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
16	930290	Data Processing Communication Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
17	930300	Research & Development Expenses	\$24,184	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
18	930390	Research & Development Exp - Ser Co	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
19	930500	Non-deductible Penalties	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
20	930510	Lobbying Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
21	930600	Transportation Expenses	\$353,047	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
22	930610	Transportation Cap (A&B)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
23	930620	Transportat-oCap (C&R)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
24	930630	Transportat-oCap (H)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
25	930880	Misc Gen Exp - Company Dues	\$31,270	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
26	930890	Misc Gen Exp - Other	\$169,096	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
27	930980	Misc General Exp-Taxable Co Dues	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
28	931000	Rents	\$38,100	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
29	932100	Mamt A&G Struc & Improv-Material Ord	\$55,502	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
30	932110	Maint A&G Struc & Improv-Material Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
31	932120	Amort A&G Struc & Improv	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
32	932200	Maint A&G Struc & Improv-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
33	932210	Maint A&G Struc & Improv-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
34	932300	Mamt A&G Office Furniture-Material Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
35	932310	Mamt A&G Office Furniture-Material Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
36	932400	Maint A&G Office Furniture-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
37	932410	Maint A&G Office Furniture-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
38	932500	Mamt A&G Communication Equip-Material	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
39	932600	Mamt A&G Com Equip-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
40	932610	Mamt A&G Com Equip-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
41	932700	Maint A&G Misc Property-Material Ord	\$22,386	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
42	932710	Mamt A&G Misc Property-Material Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
43	932800	Mamt A&G Misc Property-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
44	932810	Mamt A&G Misc Property-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
45		Total A & G Expenses	9,923,027	26,496	0	0	0	772,507	164,688	(223,676)	210,568	61,051	1,011,634
46													
47		Total O & M Expenses	\$20,663,011	\$227,313	(\$116,866)	(\$138,054)	\$72,327	\$772,507	\$164,688	(\$223,676)	\$210,568	\$81,051	\$1,029,857
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1
Page 10 of 19

Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No.	Line Number	Description	Base Period	Adi D-4 Sch D-2.3	Adi D-5 Sch D-2.3	Adi D-6 Sch D-2.3	Adi D-7 Sch D-2.3	Adi D-8 Sch D-2.3	Adi D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adi D-11 Sch D-2.3	Adi D-12 Sch D-2.3	Total Adjustments
1													
2	08	Operation Labor Expenses	\$5,117,330	\$227,313	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$227,313
3	24	Maintenance Labor Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
4													
5		Total Labor	\$5,117,330	\$227,313	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$227,313
6													
7													
8		Total Operation Expenses	\$18,708,965	(\$40,371)	(\$116,866)	(\$138,054)	\$72,327	\$772,507	\$164,688	(\$223,676)	\$210,568	\$61,051	\$762,174
9		Total Maintenance Expenses	\$1,954,046	\$267,683	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	267,683
10													
11		Total O & M Expenses	\$20,663,011	\$227,312	(\$116,866)	(\$138,054)	\$72,327	\$772,507	\$164,688	(\$223,676)	\$210,568	\$61,051	\$1,029,857
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17	08	Labor	\$5,117,330	\$227,312	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$227,312
18	09	Purchased Water	\$340,297	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
19	10	Fuel and Power	\$2,039,507	\$0	(\$116,866)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(116,866)
20	11	Chemicals	\$1,359,190	\$0	\$0	(\$138,054)	\$0	\$0	\$0	\$0	\$0	\$0	(138,054)
21	12	Waste Disposal	\$166,669	\$0	\$0	\$0	\$72,327	\$0	\$0	\$0	\$0	\$0	72,327
22	13	Management Fees	\$3,027,803	\$0	\$0	\$0	\$0	\$772,507	\$0	\$0	\$0	\$0	772,507
23	14	Group Insurance	\$1,559,719	\$0	\$0	\$0	\$0	\$0	\$164,688	\$0	\$0	\$0	164,688
24	15	Pension	\$961,536	\$0	\$0	\$0	\$0	\$0	\$0	(\$223,676)	\$0	\$0	(223,676)
25	16	Regulatory Expense	\$19,712	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$210,568	\$0	210,568
26	17	Insurance Other than Group	\$488,203	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$61,051	61,051
27	18	Customer Accounting	\$852,207	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
28	19	Rents	\$73,840	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
29	20	General Office Expense	\$380,937	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
30	21	Miscellaneous	\$3,080,829	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
31	25	Other Maintenance	\$1,195,232	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
32													
33		Total O & M Expenses	\$20,663,011	\$227,312	(\$116,866)	(\$138,054)	\$72,327	\$772,507	\$164,688	(\$223,676)	\$210,568	\$61,051	\$1,029,857
34													
35		State Income Tax Impact	8.25%	(\$18,753)	\$9,641	\$11,389	(\$5,967)	(\$63,732)	(\$13,587)	\$18,453	(\$17,372)	(\$5,037)	(\$84,963)
36													
37		Federal Income Tax Impact	35.00%	(\$86,123)	\$44,278	\$52,305	(\$27,403)	(\$292,684)	(\$62,396)	\$84,745	(\$79,779)	(\$23,131)	(\$390,187)
38													
39		Net Operating Income Impact		(\$122,436)	\$62,947	\$74,360	(\$38,957)	(\$416,091)	(\$88,705)	\$120,478	(\$113,417)	(\$32,883)	(\$554,707)
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

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TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1
Page 11 of 19

Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-18 Sch D-2.3	Total Adjustments	Grand Total Adjustments
1		SOURCE OF SUPPLY EXPENSES (SS)	Coll	Col2	Col3	Col4	Col5	Col6	Col7		
2	600000	Operation Supervision & Engineering	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	601100	Operation Expenses	0	0	0	0	0	0	0	0	0
4	601200	Operation Labor	0	0	0	0	0	0	0	0	0
5	602000	Purchased Water	340,297	0	0	0	0	0	0	0	0
6	603100	Miscellaneous Expenses	10,862	0	0	0	0	0	0	0	0
7	603120	Amort Misc Expenses	0	0	0	0	0	0	0	0	0
8	603200	Miscellaneous Labor	0	0	0	0	0	0	0	0	0
9	604000	Rents	2,400	0	0	0	0	0	0	0	0
10	610000	Maint Supervision & Engineering Ord	1,965	(1,965)	0	0	0	0	0	0	(1,965)
11	610010	Maint Supervision & Engineering Prg	0	0	0	0	0	0	0	0	0
12	611100	Maint Struc & Improv-Materials Ord	0	0	0	0	0	0	0	0	0
13	611110	Maint Struc & Improv-Materials Prg	0	0	0	0	0	0	0	0	0
14	611200	Maint Struc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0
15	611210	Maint Struc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0
16	612100	Maint Col & Imp Res-Materials Ord	0	0	0	0	0	0	0	0	0
17	612110	Maint Col & Imp Res-Materials Prg	0	0	0	0	0	0	0	0	0
18	612120	Amort Col & Imp Res	0	0	0	0	0	0	0	0	0
19	612200	Maint Col & Imp Res-Labor Ord	0	0	0	0	0	0	0	0	0
20	612210	Maint Col & Imp Res-Labor Prg	0	0	0	0	0	0	0	0	0
21	613100	Maint Lake, River & Other Intakes-Mat Ord	0	0	0	0	0	0	0	0	0
22	613110	Maint Lake, River & Other Intakes-Mat Prg	0	0	0	0	0	0	0	0	0
23	613120	Amort Lake, River & Other Intakes	21,946	0	0	0	0	0	0	0	0
24	613200	Maint Lake, River & Other Intakes-Lab Ord	0	0	0	0	0	0	0	0	0
25	613210	Maint Lake, River & Other Intakes-Lab Prg	0	0	0	0	0	0	0	0	0
26	616100	Maint Supply Mains-Materials Ord	0	0	0	0	0	0	0	0	0
27	616110	Maint Supply Mains-Materials Prg	0	0	0	0	0	0	0	0	0
28	616200	Maint Supply Mains-Labor Ord	0	0	0	0	0	0	0	0	0
29	616210	Maint Supply Mains-Labor Prg	0	0	0	0	0	0	0	0	0
30	617100	Maint Misc Water Source Plant-Mat Ord	220,934	0	0	0	0	0	0	0	0
31	617110	Maint Misc Water Source Plant-Mat Prg	0	0	0	0	0	0	0	0	0
32	617200	Maint Misc Water Source Plant-Labor Ord	0	0	0	0	0	0	0	0	0
33	617210	Maint Misc Water Source Plant-Labor Prg	0	0	0	0	0	0	0	0	0
34											
35											
36		TOTALSSEXENSES	598,404	(1,965)	0	0	0	0	0	0	(1,965)
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KENTUCKY-AMERICAN WATER COMPANY
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WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1

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Witness Responsible: MA Miller, S. A. Valentine

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-18 Sch D-2.3	Total Adjustments	Grand Total Adjustments
1		PUMPING EXPENSES									
2	620200	Operation Sup & Eng-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	620300	Operation Sup & Eng-Other	0	0	0	0	0	0	0	0	0
4	622100	Power Production Expenses	0	0	0	0	0	0	0	0	0
5	622200	Power Production Labor	0	0	0	0	0	0	0	0	0
6	623110	Power Purchased for Pumping-Elec	1,066,532	0	856,109	0	0	0	0	0	856,109
7	623120	Power Purchased for Pumping-Elec Adj	0	0	0	0	0	0	0	0	0
8	623210	Power Purchased for Pumping-Other	972,975	0	(972,975)	0	0	0	0	0	(972,975)
9	624200	Pumpmg Labor-Electric	0	0	0	0	0	0	0	0	0
10	624300	Pumpmg Labor-Other	0	0	0	0	0	0	0	0	0
11	624500	Pumpmg Expenses-Electric	0	0	0	0	0	0	0	0	0
12	624600	Pumpmg Expenses-Other	0	0	0	0	0	0	0	0	0
13	626200	Misc Pumping Labor-Electric	0	0	0	0	0	0	0	0	0
14	626300	Misc Pumpmg Labor-Other	0	0	0	0	0	0	0	0	0
15	626500	Misc Pumping Expenses-Electric	3,618	0	0	0	0	0	0	0	0
16	626600	Misc Pumpmg Expenses-Other	0	0	0	0	0	0	0	0	0
17	627200	Rents-Electric	0	0	0	0	0	0	0	0	0
18	627300	Rents-Other	8,034	0	0	0	0	0	0	0	0
19	630200	Mamt Sup & Eng-Electric Ord	54,692	113,588	0	0	0	0	0	0	113,588
20	630210	Mamt Sup & Eng-Electric Prg	0	0	0	0	0	0	0	0	0
21	630300	Maint Sup & Eng-Other Ord	0	0	0	0	0	0	0	0	0
22	630310	Maint Sup & Eng-Other Prg	0	0	0	0	0	0	0	0	0
23	631100	Maint Pumpmg Struc & Inprov-Material Ord	0	0	0	0	0	0	0	0	0
24	631110	Maint Pumping Struc & Inprov-Material Prg	0	0	0	0	0	0	0	0	0
25	631200	Maint Pumpmg Struc & Inprov-Labor Ord	0	0	0	0	0	0	0	0	0
26	631210	Maint Pumping Struc & Inprov-Labor Prg	0	0	0	0	0	0	0	0	0
27	632100	Mamt Power Product-o Equip-Mat Ord	0	0	0	0	0	0	0	0	0
28	632110	Mamt Power Product-o Equip-Mat Prg	0	0	0	0	0	0	0	0	0
29	632200	Mamt Power Product-o Equip-Lab Ord	0	0	0	0	0	0	0	0	0
30	632210	Mamt Power Product-o Equip-Lab Prg	0	0	0	0	0	0	0	0	0
31	633200	Maint Pumping Equip-Material-Electric Ord	0	0	0	0	0	0	0	0	0
32	633210	Maint Pumping Equip-Material-Electric Prg	0	0	0	0	0	0	0	0	0
33	633300	Maint Pumping Equip-Material-Other Ord	0	0	0	0	0	0	0	0	0
34	633310	Maint Pumping Equip-Material-Other Prg	0	0	0	0	0	0	0	0	0
35	633500	Maint Pumpmg Equip-Labor-Electric Ord	0	0	0	0	0	0	0	0	0
36	633510	Mamt Pumping Equip-Labor-Electric Prg	0	0	0	0	0	0	0	0	0
37	633600	Mamt Pumping Equip-Labor-Other Ord	0	0	0	0	0	0	0	0	0
38	633610	Maint Pumping Equip-Labor-Other Prg	0	0	0	0	0	0	0	0	0
39		TOTAL PUMPING EXPENSES	2,105,851	113,588	(116,866)	0	0	0	0	0	(3,278)

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SCHEDULE D-1
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Witness Responsible: MA **Miller, S. A.** Valentine

Line No.	Account Number	Description	Base Period	Adi D-13 Sch D-2.3	Adi D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adi D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adi D-18 Sch D-2.3	Total Adjustments	Grand Total Adjustments
1		WATER TREATMENT EXPENSES (WT)									
2	640000	Operation Supervision & Engineering	\$0	\$374,088	\$0	\$0	\$0	\$0	\$0	\$0	\$374,088
3	641110	Chemicals-Carbon	0	0	0	0	0	0	0	0	0
4	641100	General Chemicals	1,359,190	0	0	(138,054)	0	0	0	0	(138,054)
5	641200	Softening Chemicals	0	0	0	0	0	0	0	0	0
6	642100	General WT Labor	1,333,567	(478,771)	0	0	0	0	0	0	(478,771)
7	642200	Softening Labor	0	0	0	0	0	0	0	0	0
8	642300	General WT Expenses	232,810	0	0	0	0	0	0	0	0
9	642390	General WT Administration	0	0	0	0	0	0	0	0	0
10	642400	Softening Expenses	0	0	0	0	0	0	0	0	0
11	643100	Misc Expenses	54,538	0	0	0	0	0	0	0	0
12	643190	Misc Expenses - Service Co	0	0	0	0	0	0	0	0	0
13	643200	Misc Labor	0	0	0	0	0	0	0	0	0
14	643300	Waste Disposal Expenses	145,607	0	0	0	8,393	0	0	0	8,393
15	643310	Amort Waste Disposal Expenses	0	0	0	0	63,934	0	0	0	63,934
16	644000	Rents	20,272	0	0	0	0	0	0	0	0
17	650000	Maint Supervision & Engineering Ord	118,160	(6,929)	0	0	0	0	0	0	(6,929)
18	650010	Maint Supervision & Engineering Prg	0	0	0	0	0	0	0	0	0
19	651100	Maint WT Struc & Improvements-Mat Ord	188,788	0	0	0	0	0	0	0	0
20	651110	Maint WT Struc & Improvements-Mat Prg	0	0	0	0	0	0	0	0	0
21	651120	Amort WT Structures	162,454	0	0	0	0	0	0	0	0
22	651200	Maint WT Struc & Improvements-Labor Ord	0	0	0	0	0	0	0	0	0
23	651210	Maint WT Struc & improvements-Labor Prg	0	0	0	0	0	0	0	0	0
24	652100	Maint General WT Equipment-Mat Ord	0	0	0	0	0	0	0	0	0
25	652110	Maint General WT Equipment-Mat Prg	0	0	0	0	0	0	0	0	0
26	652200	Maint Softening Equipment-Materials	0	0	0	0	0	0	0	0	0
27	652300	Maint General WT Equipment-Labor Ord	0	0	0	0	0	0	0	0	0
28	652310	Maint General WT Equipment-Labor Prg	0	0	0	0	0	0	0	0	0
29											
30		TOTAL WT EXPENSES	3,636,448	(111,612)	0	(138,054)	72,327	0	0	0	(177,339)
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Page 14 of 19

Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-18 Sch D-2.3	Total Adjustments	Grand Total Adjustments
1		TRANS & DIST EXPENSES (T&D)									
2	660000	Operation Supervision & Engineering	\$0	\$444,800	\$0	\$0	\$0	\$0	\$0	\$0	\$444,800
3	661100	Storage Facilities - Expenses	0	0	0	0	0	0	0	0	0
4	661200	Storage Facilities - Labor	0	0	0	0	0	0	0	0	0
5	662100	T&D Lines - Expenses	15,541	0	0	0	0	0	0	0	0
6	662200	T&D Lines - Labor	1,129,290	(607,785)	0	0	0	0	0	0	(607,785)
7	663100	Meter Expenses-Remove and Reset-Exp	0	0	0	0	0	0	0	0	0
8	663200	Meter Expenses-Remove and Reset-Labor	0	0	0	0	0	0	0	0	0
9	663300	Meter Expenses-Misc Meter Exp	0	0	0	0	0	0	0	0	0
10	663400	Meter Expenses-Misc Meter Labor	0	0	0	0	0	0	0	0	0
11	664100	Customer Installation - Expenses	0	0	0	0	0	0	0	0	0
12	664200	Customer Installation - Labor	0	0	0	0	0	0	0	0	0
13	665100	Maps and Records - Expenses	0	0	0	0	0	0	0	0	0
14	665190	Maps and Records - Expenses Computer	0	0	0	0	0	0	0	0	0
15	665200	Maps and Records - Labor	0	47,984	0	0	0	0	0	0	47,984
16	665300	Misc Expenses	276,522	0	0	0	0	0	0	0	0
17	665400	Misc Labor	0	0	0	0	0	0	0	0	0
18	666000	Rents	5,034	0	0	0	0	0	0	0	0
19	670000	Maint Supervision & Engineering Ord	16,597	(16,597)	0	0	0	0	0	0	(16,597)
20	670010	Maint Supervision & Engineering Prg	0	0	0	0	0	0	0	0	0
21	671100	Maint Struct & Improvements-Materials Ord	0	0	0	0	0	0	0	0	0
22	671110	Maint Struct & Improvements-Materials Prg	0	0	0	0	0	0	0	0	0
23	671200	Maint Struct & Improvements-Labor Ord	18,306	(18,306)	0	0	0	0	0	0	(18,306)
24	671210	Maint Struct & Improvements-Labor Prg	0	0	0	0	0	0	0	0	0
25	672100	Maint Res & Standpipes - Materials Ord	979	0	0	0	0	0	0	0	0
26	672110	Maint Res & Standpipes - Materials Prg	0	0	0	0	0	0	0	0	0
27	672120	Amort Res & Standpipes	190,177	0	0	0	0	0	0	0	0
28	672200	Maint Res & Standpipes-Labor Ord	5,403	(5,403)	0	0	0	0	0	0	(5,403)
29	672210	Maint Res & Standpipes-Labor Prg	0	0	0	0	0	0	0	0	0
30	673100	Maint T&D Mains - Mater-als Ord	0	0	0	0	0	0	0	0	0
31	673110	Maint T&D Mains - Mater-als Prg	0	0	0	0	0	0	0	0	0
32	673120	Amort T&D Mains	0	0	0	0	0	0	0	0	0
33	673200	Maint T&D Mains - Labor Ord	213,889	366,041	0	0	0	0	0	0	366,041
34	673210	Maint T&D Mains - Labor Prg	0	0	0	0	0	0	0	0	0
35	675100	Maint Services - Mater-als Ord	0	0	0	0	0	0	0	0	0
36	675110	Maint Services - Materials Prg	0	0	0	0	0	0	0	0	0
37	675200	Maint Services - Labor Ord	206,186	(206,186)	0	0	0	0	0	0	(206,186)
38	675210	Maint Services -Labor Prg	0	0	0	0	0	0	0	0	0
39	676100	Maint Meter - Mater-als Ord	0	0	0	0	0	0	0	0	0
40	676110	Maint Meter - Mater-als Prg	0	0	0	0	0	0	0	0	0
41	676200	Maint Meter - Labor Ord	30,073	102,523	0	0	0	0	0	0	102,523
42	676210	Maint Meter - Labor Prg	0	0	0	0	0	0	0	0	0
43	676300	Maint Meter Installation - Materials Ord	0	0	0	0	0	0	0	0	0
44	676310	Maint Meter Installation - Materials Prg	0	0	0	0	0	0	0	0	0
45	676400	Maint Meter Installation -Labor Ord	0	0	0	0	0	0	0	0	0
46	676410	Maint Meter Installation-Labor Prg	0	0	0	0	0	0	0	0	0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1
Page 15 of 19

Witness Responsible: **M.A. Miller**, S. A. Valentine

Line No	Account Number	Description	Base Period	Adi D-13 Sch D-2 3	Adi D-14 Sch D-2 3	Adi D-15 Sch D-2 3	Adi D-16 Sch D-2 3	Adi D-17 Sch D-2 3	Adi D-18 Sch D-2 3	Total Adjustments	Grand Total Adjustments
1		TRANS & DIST EXPENSES (T&D) (Cont'd)									
2	677100	Maint Hydrants - Materials Ord	0	0	0	0	0	0	0	0	0
3	677110	Maint Hydrants - Materials Prg	0	0	0	0	0	0	0	0	0
4	677200	Maint Hydrants - Labor Ord	92,564	(59,083)	0	0	0	0	0	0	(59,083)
5	677210	Maint Hydrants - Labor Prg	0	0	0	0	0	0	0	0	0
6	678100	Maint Other T&D Plant - Materials Ord	333,045	0	0	0	0	0	0	0	0
7	678110	Maint Other T&D Plant - Materials Prg	0	0	0	0	0	0	0	0	0
8	678200	Maint Other T&D Plant - Labor Ord	0	0	0	0	0	0	0	0	0
9	678210	Maint Other T&D Plant - Labor Prg	0	0	0	0	0	0	0	0	0
10											
11											
12		TOTAL T&D EXPENSES	2,533,606	47,988	0	0	0	0	0	0	47,988
13											
14		CUSTOMER ACCOUNTS EXPENSE (CA)									
15	901000	Supervision	\$0	\$85,687	\$0	\$0	\$0	\$0	\$0	\$0	\$85,687
16	902100	Meter Reading Expenses	0	0	0	0	0	0	0	0	0
17	902190	Meter Reading Mgt Program	0	0	0	0	0	0	0	0	0
18	902200	Meter Reading Labor	0	813,707	0	0	0	0	0	0	813,707
19		CUST RECORDS & COLLECTION EXPENSES									
20	903100	Contracts and Orders - Expenses	43,494	0	0	0	0	0	0	0	0
21	903200	Contracts and Orders - Labor	1,013,468	(746,576)	0	0	0	0	0	0	(746,576)
22	903300	Collecting - Expenses	186,177	0	0	0	0	0	0	0	0
23	903400	Collecting - Salaries	0	0	0	0	0	0	0	0	0
24	903510	Billing & Accounting - Computers	0	0	0	0	0	0	0	0	0
25	903520	Billing & Accounting - Other Expenses	421,027	0	0	0	0	0	0	0	0
26	903600	Billing & Accounting Salaries	0	0	0	0	0	0	0	0	0
27	904000	Uncollectible Accounts	186,300	0	0	0	0	0	0	0	0
28	905100	Misc Expenses	15,209	0	0	0	0	0	0	0	0
29	905200	Misc Salaries	0	0	0	0	0	0	0	0	0
30											
31		TOTAL CA EXPENSES	1,865,675	152,818	0	0	0	0	0	0	152,818
32											
33		CUSTOMER SERVICE EXPENSES									
34	907100	Cust Service and Information - Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35	907200	Cust Service and Information - Salaries	0	0	0	0	0	0	0	0	0
36		TOTAL CUSTOMER SERVICE EXP	0	0	0	0	0	0	0	0	0
37											
38		SALES PROMOTION EXPENSES									
39	910100	Sales Promotion - Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
40											
41		TOTAL SALES PROMOTION EXP	0	0	0	0	0	0	0	0	0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
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FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

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N P E OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1

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Witness Responsible: **M.A.** Miller/ S. A. Valentine

Line No	Account Number	Description	Base Period	Adi D-13 Sch D-2 3	Adi D-14 Sch D-2 3	Adi D-15 Sch D-2 3	Adi D-16 Sch D-2 3	Adi D-17 Sch D-2 3	Adi D-18 Sch D-2 3	Total Adjustments	Grand Total Adjustments
1		ADMINISTRATIVE & GENERAL EXP(A&G)									
2	920000	Salaries	\$664,535	(\$184,994)	\$0	\$0	\$0	\$0	\$0	\$0	(\$184,994)
3	920500	Incentive Plan Expense	17,656	211,490	0	0	0	0	0	0	211,490
4	921100	Expenses of Employees	81,334	0	0	0	0	0	0	0	0
5	921110	Dues for Clubs - Taxable	0	0	0	0	0	0	0	0	0
6	921200	Misc Office Expenses	284,396	0	0	0	0	0	0	0	0
7	923100	Service Company Charges	3,027,803	0	0	0	0	772,507	0	0	772,507
8	923190	Service Company Charges - Out Agency	0	0	0	0	0	0	0	0	0
9	923200	Auditing Services	26,220	0	0	0	0	0	0	0	0
10	923300	Legal Services	98,308	0	0	0	0	0	0	0	0
11	923400	Engineering Services	600	0	0	0	0	0	0	0	0
12	923500	Other Services - Current	895,967	0	0	0	0	0	0	0	0
13	924000	Property Insurance	185,350	0	0	0	0	0	0	(42,712)	(85,424)
14	925110	Workers Compensation	59,118	0	0	0	0	0	0	5,147	10,294
15	925120	Workers Comp Cap (A&B)	0	0	0	0	0	0	0	0	0
16	925130	Workers Comp Cap (H)	0	0	0	0	0	0	0	0	0
17	925140	Workers Comp Cap (C&R)	0	0	0	0	0	0	0	0	0
18	925200	Injuries and Damages - Salaries	0	0	0	0	0	0	0	0	0
19	925300	Injuries and Damages - Expenses	2,100	0	0	0	0	0	0	0	0
20	925310	Injuries and Damages - Expenses	0	0	0	0	0	0	0	0	0
21	925400	General Liability	243,735	0	0	0	0	0	0	98,616	197,232
22		EMPLOYEE PENSIONS & BENEFITS									
23	926100	Accrued OPEB Expense	676,860	0	0	0	0	0	121,874	0	121,874
24	926110	Group Insurance Expense	882,859	0	0	0	0	0	42,814	0	42,814
25	926120	Other Grp Insurance Exp	0	0	0	0	0	0	0	0	0
26	926130	Group Ins Cap (A&B)	0	0	0	0	0	0	0	0	0
27	926140	Group Ins Cap (H)	0	0	0	0	0	0	0	0	0
28	926150	Group Ins Reimb	0	0	0	0	0	0	0	0	0
29	926160	Group Ins Cap (CLR)	0	0	0	0	0	0	0	0	0
30	926170	Group Ins Pretax Contribution	0	0	0	0	0	0	0	0	0
31	926200	Other Welfare & Educational Expenses	118,173	0	0	0	0	0	0	0	0
32	926210	Educational Expenses	0	0	0	0	0	0	0	0	0
33	926220	ESOP Contribution Expense	53,940	0	0	0	0	0	0	0	0
34	926250	401-K Contributions Expense	86,042	0	0	0	0	0	0	0	0
35	926260	401-K Cap (A&B)	0	0	0	0	0	0	0	0	0
36	926270	401-K Cap (H)	0	0	0	0	0	0	0	0	0
37	926280	401-K Cap (C&R)	0	0	0	0	0	0	0	0	0
38	926300	Suppl Pen Pay	0	0	0	0	0	0	0	0	0
39	926330	OPEB Expense Cap (A&B)	0	0	0	0	0	0	0	0	0
40	926340	OPEB Expense Cap (H)	0	0	0	0	0	0	0	0	0
41	926360	OPEB Expense Cap (C&R)	0	0	0	0	0	0	0	0	0
42	926370	FAS 112 Cost	0	0	0	0	0	0	0	0	0
43	926400	Pension Plan Payments - Current	961,536	0	0	0	0	0	0	(68,243)	(68,243)
44	926600	Other Pension Plan Expenses	0	0	0	0	0	0	0	0	0
45	926700	Pension Plan Pmts - Union	0	0	0	0	0	0	0	0	0
46	926800	Pensions - Capitalized - (ALB)	0	0	0	0	0	0	0	0	0
47	926900	Pensions - Capitalized - (H)	0	0	0	0	0	0	(155,433)	0	(155,433)
48	926910	Pensions - Capitalized - (C&R)	0	0	0	0	0	0	0	0	0
49											
50											

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 200440103
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _X_ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1
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Witness Responsible: M.A. Millerl. S.A. Valentine

Line No	Account Number	Description	Base Period	Adi D-13 Sch D-2 3	Adi D-14 Sch D-2 3	Adi D-15 Sch D-2 3	Adi D-16 Sch D-2 3	Adi D-17 Sch D-2 3	Adi D-18 Sch D-2 3	Total Adjustments	Grand Total Adjustments		
1		ADMINISTRATIVE & GENERAL EXP(A&G) - CONT											
2		REGULATORY COMMISSION EXPENSES											
3	928100	Amort Expense of Rate Proceedings	0	0	0	0	0	0	0	218,568	0	218,568	
4	928110	Amort Serv Study Exp Cost	0	0	0	0	0	0	0	0	0	0	
5	928200	Tax Savings	0	0	0	0	0	0	0	0	0	0	
6	928300	Amort of Other Regulatory Expenses	0	0	0	0	0	0	0	0	0	0	
7	928400	Other Regulatory Expenses - Current	19,712	0	0	0	0	0	0	(8,000)	0	(8,000)	
8	930200	Amort Misc Charges	187,704	0	0	0	0	0	0	0	0	0	
9	930210	Misc General Expenses Current	440,257	0	0	0	0	0	0	0	0	0	
10	930220	Amort Orig Cost Study	0	0	0	0	0	0	0	0	0	0	
11	930230	Amort Misc General Expenses	0	0	0	0	0	0	0	0	0	0	
12	930240	Misc Gen Exp - Community Relations	0	0	0	0	0	0	0	0	0	0	
13	930250	Amort Plant Expansion Study	0	0	0	0	0	0	0	0	0	0	
14	930260	Meals & Travel Expenses - Taxable	15,207	0	0	0	0	0	0	0	0	0	
15	930270	Donations	30	0	0	0	0	0	0	0	0	0	
16	930290	Data Processing Communication Exp	0	0	0	0	0	0	0	0	0	0	
17	930300	Research & Development Expenses	24,184	0	0	0	0	0	0	0	0	0	
18	930390	Research & Development Exp - Ser Co	0	0	0	0	0	0	0	0	0	0	
19	930500	Non-deductible Penalties	0	0	0	0	0	0	0	0	0	0	
20	930510	Lobbying Expenses	0	0	0	0	0	0	0	0	0	0	
21	930600	Transportation Expenses	353,047	0	0	0	0	0	0	0	0	0	
22	930610	Transportation Cap (A&B)	0	0	0	0	0	0	0	0	0	0	
23	930620	Transportation Cap (C&R)	0	0	0	0	0	0	0	0	0	0	
24	930630	Transportation Cap (H)	0	0	0	0	0	0	0	0	0	0	
25	930880	Misc Gen Exp - Company Dues	31,270	0	0	0	0	0	0	0	0	0	
26	930890	Misc Gen Exp - Other	169,096	0	0	0	0	0	0	0	0	0	
27	930980	Misc General Exp - Taxable Co Dues	0	0	0	0	0	0	0	0	0	0	
28	931000	Rents	38,100	0	0	0	0	0	0	0	0	0	
29	932100	Mamt A&G Struc & Improv-Material Ord	55,502	0	0	0	0	0	0	0	0	0	
30	932110	Mamt A&G Struc & Improv-Material Prg	0	0	0	0	0	0	0	0	0	0	
31	932120	Amort A&G Struc & Improv	0	0	0	0	0	0	0	0	0	0	
32	932200	Maint A&G Struc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0	0	
33	932210	Maint A&G Struc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0	0	
34	932300	Mamt A&G Office Furniture-Material Ord	0	0	0	0	0	0	0	0	0	0	
35	932310	Mamt A&G Office Furniture-Material Prg	0	0	0	0	0	0	0	0	0	0	
36	932400	Maint A&G Office Furniture-Labor Ord	0	0	0	0	0	0	0	0	0	0	
37	932410	Mamt A&G Office Furniture-Labor Prg	0	0	0	0	0	0	0	0	0	0	
38	932500	Maint A&G Communication Equip-Material	0	0	0	0	0	0	0	0	0	0	
39	932600	Maint A&G Com Equip-Labor Ord	0	0	0	0	0	0	0	0	0	0	
40	932610	Maint A&G Com Equip-Labor Prg	0	0	0	0	0	0	0	0	0	0	
41	932700	Maint A&G Misc Property-Material Ord	22,386	0	0	0	0	0	0	0	0	0	
42	932710	Mamt A&G Misc Property-Material Prg	0	0	0	0	0	0	0	0	0	0	
43	932800	Maint A&G Misc Property-Labor Ord	0	0	0	0	0	0	0	0	0	0	
44	932810	Mamt A&G Misc Property-Labor Prg	0	0	0	0	0	0	0	0	0	0	
45		Total A & G Expenses	9,923,027	26,496	0	0	0	772,507	164,688	(223,676)	210,568	61,051	1,072,685
46													
47		Total O & M Expenses	\$20,663,011	\$227,313	(\$116,866)	(\$138,054)	\$72,327	\$772,507	\$164,688	(\$223,676)	\$210,568	\$61,051	\$1,090,908
48													
49													
50													

KENTUCKY-AMERICAN WATER COMPANY
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FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

SCHEDULE D-1
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Witness Responsible: MA Miller/ S. A. Valentine

Line No.	Account Number	Description	Base Period	Adi D-13 Sch D-2.3	Adi D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adi D-16 Sch D-2.3	Adi D-17 Sch D-2.3	Adi D-18 Sch D-2.4	Total Adjustments	Grand Total Adjustments	
1												
2	08	Operation Labor Expenses	\$5,117,330	\$0	\$0	\$0	\$0	(\$979)	\$0	\$0	(\$979)	\$226,334
3	24	Maintenance Labor Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
4												
5		Total Labor	\$5,117,330	\$0	\$0	\$0	\$0	(\$979)	\$0	(\$979)	\$226,334	
6												
7												
8		Total Operation Expenses	\$18,708,965	(\$130,030)	\$37,598	(\$32,331)	(\$102,625)	\$166,084	\$11,477	(\$49,827)	\$712,347	
9		Total Maintenance Expenses	1,954,046	267,683	0	0	0	0	0	267,683	535,366	
10												
11		Total O & M Expenses	\$20,663,011	\$137,653	\$37,598	(\$32,331)	(\$102,625)	\$166,084	\$11,477	\$217,856	\$1,247,713	
12												
13												
14												
15												
16												
17	08	Labor	\$5,117,330	0	0	0	0	(979)	0	0	(979)	\$226,333
18	09	Purchased Water	340,297	0	0	0	0	0	11,477	0	11,477	11,477
19	10	Fuel and Power	2,039,507	0	0	0	0	0	0	0	0	(116,866)
20	11	Chemicals	1,359,190	0	0	0	0	0	0	0	0	(138,054)
21	12	Waste Disposal	166,669	0	0	0	0	0	0	0	0	72,327
22	13	Management Fees	3,027,803	0	0	0	0	0	0	0	0	772,507
23	14	Group Insurance	1,559,719	0	0	0	0	0	0	0	0	164,688
24	15	Pension	961,536	0	0	0	0	0	0	0	0	(223,676)
25	16	Regulatory Expense	19,712	0	0	0	0	0	0	0	0	210,568
26	17	Insurance Other than Group	488,203	0	0	0	0	0	0	0	0	61,051
27	18	Customer Accounting	852,207	137,653	0	0	0	0	0	0	137,653	137,653
28	19	Rents	73,840	0	37,598	0	0	0	0	0	37,598	37,598
29	20	General Office Expense	380,937	0	0	(32,331)	0	0	0	0	(32,331)	(32,331)
30	21	Miscellaneous	3,080,829	0	0	0	(101,956)	0	0	0	(101,956)	(101,956)
31	25	Other Maintenance	1,195,232	0	0	0	(669)	167,063	0	0	166,394	166,394
32												
33		Total O & M Expenses	\$20,663,011	\$137,653	\$37,598	(\$32,331)	(\$102,625)	\$166,084	\$11,477	\$217,856	\$1,247,713	
34												
35		State Income Tax Impact	8.25%	(\$11,356)	(\$3,102)	\$2,667	\$8,467	(\$13,702)	(\$947)	(\$17,973)	(\$102,936)	
36												
37		Federal Income Tax Impact	35.00%	(\$52,153)	(\$14,245)	\$12,249	\$38,882	(\$62,925)	(\$4,348)	(\$82,540)	(\$472,727)	
38												
39		Net Operating Income Impact		(\$74,144)	(\$20,251)	\$17,415	\$55,276	(\$89,457)	(\$6,182)	(\$117,343)	(\$672,050)	
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KENTUCKY-AMERICAN WATER COMPANY
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FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

SCHEDULE D-1

Page 19 of 19

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WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

Witness Responsible: MA Miller, S. A. Valentine

Line No.	Account Number	Description	Base Period	Adj D-19 Sch D-2.4	Adj D-20 Sch D-2.4	Adj D-21 Sch D-2.4						Total Adjustment
1	403000	Depreciation	\$7,036,970	\$8,746	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$8,746
2	403100	Depreciation - CIAC	(\$948,915)	\$948,915	\$0	\$0	\$0	\$0	\$0	\$0	\$0	948,915
3			\$6,088,055	\$957,661	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$957,661
4												
5												
6		State Income Tax Impact	8.25%	(\$79,007)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$79,007)
7		Federal Income Tax Impact	35.00%	(\$362,834)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$362,834)
8		Net Operating Income Impact		\$433,095	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$433,095
9												
10		<u>AMORTIZATION EXPENSE</u>										
11	404100	Amortization Lim Term Ut Plant	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
12	404110	Amortization Franchise Expense	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
13	404430	Amortization Regulatory Asset - AFUDC	\$12,864	\$0	\$12,864	\$0	\$0	\$0	\$0	\$0	\$0	12,864
14	406000	Amortization Utility Plant Acquisition Adj	\$21,611	\$0	(\$8,363)	\$0	\$0	\$0	\$0	\$0	\$0	(\$8,363)
15	407000	Amortization Property Losses	\$653,382	\$0	\$2,796	\$0	\$0	\$0	\$0	\$0	\$0	2,796
16		TOTAL AMORTIZATION	\$687,857	\$0	\$7,297	\$0	\$0	\$0	\$0	\$0	\$0	\$7,297
17												
18		State Income Tax Impact	8.25%	\$0	(\$602)	\$0	\$0	\$0	\$0	\$0	\$0	(\$602)
19		Federal Income Tax Impact	35.00%	\$0	(\$2,765)	\$0	\$0	\$0	\$0	\$0	\$0	(\$2,765)
20				\$0	(\$3,930)	\$0						(\$3,930)
21		Net Operating Income Impact										
22												
23												
24		<u>TAXES, OTHER THAN INCOME</u>										
25	408100	Real & Personal Property Taxes	\$2,111,251	\$0	\$0	\$110,519	\$0	\$0	\$0	\$0	\$0	\$110,519
26	408110	Gross Income & Receipts Taxes	\$83,672	\$0	\$0	(\$5,168)	\$0	\$0	\$0	\$0	\$0	(\$5,168)
27	408120	Invested Capital Tax	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
28	408030	Other General Taxes	(\$201)	\$0	\$0	\$201	\$0	\$0	\$0	\$0	\$0	201
29	408140	FUTA	\$3,369	\$0	\$0	\$10,466	\$0	\$0	\$0	\$0	\$0	10,466
30	408150	FUTA Capitalized - (A Work Order)	\$0	\$0	\$0	(\$10,375)	\$0	\$0	\$0	\$0	\$0	(\$10,375)
31	408040	FUTA Capitalized - (H Work Order)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
32	408050	FUTA Capitalized * (C & R Work Order)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
33	408160	FICA	\$427,970	\$0	\$0	\$74,618	\$0	\$0	\$0	\$0	\$0	74,618
34	408170	FICA Capitalized * (A Work Order)	\$0	\$0	\$0	(\$99,222)	\$0	\$0	\$0	\$0	\$0	(\$99,222)
35	408060	FICA Capitalized * (H Work Order)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
36	408070	FICA Capitalized - (C & R Work Order)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
37	408180	SUTA	\$2,252	\$0	\$0	\$7,690	\$0	\$0	\$0	\$0	\$0	7,690
38	408190	SUTA Capitalized - (A Work Order)	\$0	\$0	\$0	(\$6,485)	\$0	\$0	\$0	\$0	\$0	(\$6,485)
39	408080	SUTA Capitalized - (H Work Order)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
40	408090	SUTA Capitalized - (C & R Work Order)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
41	408220	Environmental Tax	0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0
42			\$2,628,313	\$0	\$0	\$82,244	\$0	\$0	\$0	\$0	\$0	\$82,244
43												
44		State Income Tax Impact	8.25%	\$0	\$0	(\$6,785)	\$0	\$0	\$0	\$0	\$0	(\$6,785)
45		Federal Income Tax Impact	35.00%	\$0	\$0	(\$26,411)	\$0	\$0	\$0	\$0	\$0	(\$26,411)
46		Net Operating Income Impact		\$0	\$0	(\$49,048)	\$0	\$0	\$0	\$0	\$0	(\$49,048)
47												
48												
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (TOTAL COMPANY)

SCHEDULE **D-2.1**
Page 1 of 3
Witness Responsible: SA Valentine

Line No	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	To adjust Residential billed water revenue for the change in billing determinants at present rates for the forecasted test period		
3			
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7	To adjust Commercial billed water revenue for the change in billing determinants at present rates for the forecasted test period		
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12	To adjust Industrial billed water revenue for the change in billing determinants at present rates for the forecasted test period		
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16			
17	To adjust Other Public Authority billed water revenue for the change in billing determinants at present rates for the forecasted test period		
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21			
22	To adjust Sales For Resale (OWU) billed water revenue for the change in billing determinants at present rates for the forecasted test period		
23			
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27	To adjust Public Fire Service billed water revenue for the change in billing determinants at present rates for the forecasted test period		
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32	To adjust Private Fire Service billed revenue for the change in billing determinants at present rates for the forecasted test period		
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37	To adjust Miscellaneous billed water revenue for the change in billing determinants at present rates for the forecasted test period		
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43	The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period		
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: BASE PERIOD FORECASTED PERIOD
N P E OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (TOTAL COMPANY)

SCHEDULE D-2.1
Page 2 of 3
Witness Responsible: **S.A. Valentine**

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1		Billed Revenues Adjustment D-1	
2	To eliminate the net change in Residential water unbilled accrued utility revenues recorded during the base period.	RESIDENTIAL	
3		Forecasted Amount	W/P-2 \$0
4		Base Period Amount	67,951
5		Pro Forma Adjustment	<u>(\$67,951)</u>
6			
7	To eliminate the net change in Commercial water unbilled accrued utility revenues recorded during the base period	COMMERCIAL	
8		Forecasted Amount	W/P-2 \$0
9		Base Period Amount	80,463
10		Pro Forma Adjustment	<u>(\$80,463)</u>
11			
12	To eliminate the net change in Industrial water unbilled accrued utility revenues recorded during the base period	INDUSTRIAL	
13		Forecasted Amount	W/P-2 \$0
14		Base Period Amount	34,339
15		Pro Forma Adjustment	<u>(\$34,339)</u>
16			
17	To eliminate the net change in Other Public Authority water unbilled accrued utility revenues recorded during the base period	OTHER PUBLIC AUTHORITY	
18		Forecasted Amount	W/P-2 \$0
19		Base Period Amount	15,645
20		Pro Forma Adjustment	<u>(\$15,645)</u>
21			
22	To eliminate the net change in Sales for Resale (OWU) water unbilled accrued utility revenues recorded during the base period	SALES FOR RESALE (OWU)	
23		Forecasted Amount	W/P-2 \$0
24		Base Period Amount	41,775
25		Pro Forma Adjustment	<u>(\$41,775)</u>
26			
27		PUBLIC FIRE SERVICE	
28		Forecasted Amount	W/P-2 \$0
29		Base Period Amount	0
30		Pro Forma Adjustment	<u>0</u>
31			
32		PRIVATE FIRE SERVICE	
33		Forecasted Amount	W/P-2 \$0
34		Base Period Amount	0
35		Pro Forma Adjustment	<u>0</u>
36			
37		MISCELLANEOUS	
38		Forecasted Amount	W/P-2 \$0
39		Base Period Amount	0
40		Pro Forma Adjustment	<u>0</u>
41			
42			
43	The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period	Total Unbilled Water Revenue Adjustment	<u>(\$240,173)</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (TOTAL COMPANY)

SCHEDULE D-2.1
Page 3 of 3
Witness Responsible: **S.A.** Valentine

Line No	Purpose and Description of Adjustment		Workpaper Reference	Amount
		<u>Billed Revenues Adjustment D-1</u>		
2	To eliminate Residential billed sewer revenue for forecasted test period.	RESIDENTIAL		
3		Forecasted Amount	W/P-2	\$0
4		Base Period Amount		<u>19,013</u>
5		Pro Forma Adjustment		<u>(\$19,013)</u>
6				
7	To eliminate Commercial billed sewer revenue for the forecasted test period	COMMERCIAL		
8		Forecasted Amount	WIP-2	\$0
9		Base Period Amount		<u>734</u>
10		Pro Forma Adjustment		<u>(\$734)</u>
11				
12	To eliminate Industrial billed sewer revenue for the forecasted test period	INDUSTRIAL		
13		Forecasted Amount	W/P-2	\$0
14		Base Period Amount		<u>829</u>
15		Pro Forma Adjustment		<u>(\$829)</u>
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43	The purpose of each adjustment is to eliminate the sewer revenue for the forecasted test period.	Total Sewer Revenue Adjustment		<u>(20,576)</u>
44				
45		Total Revenue Adjustment		<u>(\$1,396,918)</u>
46				
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: **2004-00103**
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: **NOVEMBER 30, 2005**

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): **W/P-2** (TOTAL COMPANY)

SCHEDULE D-22
Page 1 of 1
Witness Responsible: **S.A. Valentine**

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	To adjust Reconnection Fees which was forecast under other revenues.		
3			
4			
5			
6			
7	To adjust Returned Check Charges for the forecasted test period level of bad checks and		
8	reflect other miscellaneous service revenues forecasted under other revenues		
9			
10			
11			
12	To adjust for all other revenues for more current information This includes an adjustment for billing		
13	and collecting for landfill services for the Lexington-Fayette Urban County Government and the		
14	reconnection fees		
15			
16			
17			
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21			
22	To reflect AFUDC above the line based on the overall rate of return and qualifying CWIP		
23	This includes the gross-up of the equity piece of AFUDC per SFAS 109		
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43	The purpose of each adjustments is to reflect an appropriate level of revenue for the forecasted test period		
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-3 (TOTAL COMPANY)

SCHEDULED-2.3
Page 1 of 2
Witness Responsible: S.A. Valentine

Line No	Purpose and Description of Adjustment	Workpaper Reference	Amount
1		<u>Labor Adjustment D-4</u>	
2	Labor expense is being adjusted to reflect an Increase due to union wage contracts and an Increase of 3% for	Forecasted Amount	\$5,343,663
3	non-union employees to become effective April 1, 2004 and 2005	Base Period Amount	<u>5,117,330</u>
4		Pro Forma Adjustment	<u>\$226,333</u>
5			
6		<u>Fuel & Power Adjustment D-5</u>	
7	Fuel and Power expense is being adjusted to reflect the forecasted sales	Forecasted Amount	\$1,922,641
8		Base Period Amount	<u>2,039,507</u>
9		Pro Forma Adjustment	<u>(\$116,866)</u>
10			
11		<u>Chemicals Adjustment D-6</u>	
12	Chemical expense is being adjusted to reflect the level of forecasted sales Also reflected is the adjustment	Forecasted Amount	\$1,221,136
13	for contracted chemical prices made to the forecast	Base Period Amount	<u>1,359,190</u>
14		Pro Forma Adjustment	<u>(\$138,054)</u>
15			
16		<u>Waste Disposal Adjustment D-7</u>	
17	Waste Disposal expense reflects two year amortization of the lagoon cleaning	Forecasted Amount	\$238,996
18	along with other normal recurring waste disposal expenses	Base Period Amount	<u>166,689</u>
19		Pro Forma Adjustment	<u>\$72,327</u>
20			
21		<u>Management Fees Adjustment D-8</u>	
22	Management Fees expense reflects the forecasted charges from the Service Company for services rendered during	Forecasted Amount	\$3,800,310
23	the forecasted period including costs from the Southeast Region Service Company office, Shared Services Center,	Base Period Amount	<u>3,027,803</u>
24	and the Customer Call Center	Pro Forma Adjustment	<u>\$772,507</u>
25			
26		<u>Group Insurance Adjustment D-9</u>	
27	Group Insurance reflects the premium to be paid for insurance coverage for employees plus costs associated with	Forecasted Amount	\$1,724,407
28	FAS 106	Base Period Amount	<u>1,559,719</u>
29		Pro Forma Adjustment	<u>\$164,688</u>
30			
31		<u>Pensions Adjustment D-10</u>	
32	Pension Expense reflects the forecasted level based on FAS 87 pension costs	Forecasted Amount	\$737,860
33		Base Period Amount	<u>981,536</u>
34		Pro Forma Adjustment	<u>(\$223,676)</u>
35			
36		<u>Regulatory Expense Adjustment D-11</u>	
37	Regulatory Expense reflects a three year amortization of the cost of the current filing	Forecasted Amount	\$230,280
38		Base Period Amount	<u>19,712</u>
39		Pro Forma Adjustment	<u>\$210,568</u>
40			
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44		<u>Insurance Other than Group Adjustment D-12</u>	
45		Forecasted Amount	\$549,254
46	Insurance Other than Group expense reflects the Company's forecasted cost for liability insurance, worker's	Base Period Amount	<u>488,203</u>
47	compensation and property insurance based upon the most recent actual bills	Pro Forma Adjustment	<u>\$61,051</u>
48			
49	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period		
50			

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): WIP-3 (TOTAL COMPANY)

SCHEDULE D-2.3
Page 2 of 2
Witness Responsible: SA Valentine

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1		<u>Customer Accounting Adjustment D-13</u>	
2	Customer Accounting expense reflects the cost of customer billing, meter readina and other expenses related to this	Forecasted Amount	\$989,860
3	function, as well as allocations made from Central Division to Tri Village and Elk Lake	Base Period Amount	852,207
4		Pro Forma Adjustment	<u>\$137,653</u>
5			
6		<u>Rents Adjustment D-14</u>	
7	Rent expense reflects all leases and rental agreements that the company has entered into or is forecasted to enter into	Forecasted Amount	\$111,438
8	during the forecasted test period	Base Period Amount	73,840
9		Pro Forma Adjustment	<u>\$37,598</u>
10			
11		<u>General Office Expense Adjustment D-15</u>	
12	General Office expense reflects all expenses related to the Company's office including telephone, employee expenses,	Forecasted Amount	\$348,606
13	supplies, as well as allocations from Central Division to Tri Village and Elk Lake	Base Period Amount	380,937
14		Pro Forma Adjustment	<u>(\$32,331)</u>
15			
16		<u>Miscellaneous Expenses Adjustment D-16</u>	
17	Miscellaneous expenses reflect all remaining expenses that are not specifically assigned to the above discussed	Forecasted Amount	\$2,978,873
18	adjustments Refer to workpapers for detailed listing This also includes allocations from Central Division to Tri Village	Base Period Amount	3,080,829
19	and Elk Lake	Pro Forma Adjustment	<u>(\$101,956)</u>
20			
21		<u>Maintenance Expense Adjustment D-17</u>	
22	Maintenance expense reflect the costs of maintaining the property and assets of the Company These expenses	Forecasted Amount	\$1,361,626
23	include amortizations of prior and forecasted deferred maintenance projects It also includes normal maintenance	Base Period Amount	1,195,232
24	of pumping equipment, mains, meters, as well as allocations from Central Division to Tri Village and Elk Lake.	Pro Forma Adjustment	<u>\$166,394</u>
25			
26		<u>Purchased Water Expense Adjustment D-18</u>	
27	Purchased Water represents water purchased from the Winchester Municipal System, Georgetown Municipal	Forecasted Amount	\$72,000
28	System, and Owen Water & Sewer	Base Period Amount	340,297
29		Pro Forma Adjustment	<u>(\$268,297)</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2004-00103
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30,2005

DATA: X BASE PERIOD X FORECASTED PERIOD
TYPE OF FILING: X ORIGINAL UPDATED REVISED
WORKPAPER REFERENCE NO(S): W/P-4 & W/P-5 (TOTAL COMPANY)

SCHEDULE D-2.4

Page 1 of 1

Witness Responsible: M.A. Miller/ S. A. Valentine

Line No.	Purpose and Description of Adjustment		Workpaper Reference	Amount
1		<u> Depreciation Expense Adjustment D-19 </u>		
2	Depreciation expense reflects an Increase due to an Increased level of Utility Plant in Service	Forecasted Amount	WIP-4-1	\$7,045,716
3		Base Period Amount		<u> 6,088,055 </u>
4		Pro Forma Adjustment		<u> \$957,661 </u>
5				
6		<u> Amortization Expense Adjustment D-20 </u>		
7	Amortization expense reflects the amortization of UPAA, Property Losses and Regulatory Asset on	Forecasted Amount	WIP-4-1	\$695,154
8	the equity gross-up of AFUDC	Base Period Amount		<u> 687,857 </u>
9		Pro Forma Adjustment		<u> \$7,297 </u>
10				
11		<u> General Taxes Expense Adjustment D-21 </u>		
12	General Taxes represent Property Taxes, Payroll Taxes, PSC Fees and other miscellaneous taxes that are calculated	Forecasted Amount	WIP-5	\$2,710,557
13	to be expenses for the forecasted test period This also includes the allocation of property tax from Central Division	Base Period Amount		<u> 2,628,313 </u>
14	to Tri Village and Elk Lake	Pro Forma Adjustment		<u> \$82,244 </u>
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