

SCHEDULE C

OPERATING INCOME SUMMARY

KENTUCKY-AMERICAN WATER COMPANY

CASE NO: 2004-00103

Forecasted Test Period: FOR THE TWELVE MONTHS ENDED: NOVEMBER 2005

Base Period: FOR THE TWELVE MONTHS ENDED: JULY 2004

<u>Schedule</u>	<u>Description</u>
C-1	Operating Income Summary
C-2	Adjusted Operating Income Statement
C-2.1	Operating Revenues and Expenses by Account - Jurisdictional

For electronic version, see [KAW_CAPP_EX37C_082404.pdf](#)

KENTUCKY-AMERICANWATER COMPANY
CASE NO: **200440103**
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30,2005

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

SCHEDULE C-1, PAGE 1 OF 4
Witness Responsible: MA. **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>\$43,507,697</u>	<u>\$7,265,788</u>	16.70% <u>\$50,773,485</u>
4				
5	Operating Expenses			
6				
7	Operation and Maintenance	21,840,429	36,825	21,877,254
8				
9	Depreciation and Amortization	7,749,787	0	7,749,787
10				
11	Taxes Other Than Income	2,712,460	13,580	2,726,040
12				
13	State Income Taxes	490,026	595,269	1,085,295
14				
15	Federal Income Taxes	<u>1,756,397</u>	<u>2,317,039</u>	<u>4,073,437</u>
16				
17	Total Operating Expenses	<u>34,549,099</u>	<u>2,962,713</u>	<u>37,511,813</u>
18				
19	Utility Operating Income	<u>\$8,958,598</u>	<u>\$4,303,075</u>	<u>\$13,261,672</u>
20				
21				
22	Rate Base	<u><u>\$160,747,520</u></u>		<u><u>\$160,747,520</u></u>
23				
24				
25	Rate of Return	<u><u>5.57%</u></u>		<u><u>8.25%</u></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: ___ ORIGINAL ___ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH C-2 (CENTRAL DIVISION)

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

Line No.	Description	Forecasted Return at Current Rates	Proposed Increase	Forecasted Return at Proposed Rates
1				
2				
3	Operating Revenues	\$42,589,390	\$6,930,931	16.2738% \$49,520,321
4				
5	Operating Expenses			
6				
7	Operation and Maintenance	21,141,110	35,128	21,176,238
8				
9	Depreciation and Amortization	7,626,635	0	7,626,635
10				
11	Taxes Other Than Income	2,652,009	12,954	2,664,963
12				
13	State Income Taxes	493,500	567,835	1,061,335
14				
15	Federal Income Taxes	1,770,982	2,210,254	3,981,236
16				
17	Total Operating Expenses	33,684,236	2,826,171	36,510,407
18				
19	Utility Operating Income	\$8,905,154	\$4,104,760	\$13,009,914
20				
21				
22	Rate Base	\$157,695,911		\$157,695,911
23				
24				
25	Rate of Return	5.65%		8.25%
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KENTUCKY-AMERICANWATER 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: ___ ORIGINAL ___ UPDATED _X_ 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>\$307,042</u>	37.2146% <u>\$1,132,101</u>
4				
5	Operating Expenses			
6				
7	Operation and Maintenance	603,762	1,556	605,318
8				
9	Depreciation and Amortization	113,150	0	113,150
10				
11	Taxes Other Than Income	54,286	574	54,860
12				
13	State income Taxes	(1,692)	25,155	23,463
14				
15	Federal income Taxes	<u>(7,542)</u>	<u>97,915</u>	<u>90,373</u>
16				
17	Total Operating Expenses	<u>761,964</u>	<u>125,200</u>	<u>887,164</u>
18				
19	Utility Operating Income	<u>\$63,095</u>	<u>\$181,842</u>	<u>\$244,937</u>
20				
21				
22	Rate Base	<u>\$2,968,932</u>		<u>\$2,968,932</u>
23				
24				
25	Rate of Return	<u>2.13%</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: ___ ORIGINAL ___ UPDATED _X_ 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>\$27,815</u>	29.8291% <u>\$121,063</u>
4				
5	Operating Expenses			
6				
7	Operation and Maintenance	95,557	141	95,698
8				
9	Depreciation and Amortization	10,002	0	10,002
10				
11	Taxes Other Than Income	6,165	52	6,217
12				
13	State Income Taxes	(1,782)	2,279	497
14				
15	Federal Income Taxes	<u>(7,042)</u>	<u>8,870</u>	<u>1,828</u>
16				
17	Total Operating Expenses	<u>102,900</u>	<u>11,342</u>	<u>114,242</u>
18				
19	Utility Operating Income	<u>(\$9,652)</u>	<u>\$16,473</u>	<u>\$6,821</u>
20				
21				
22	Rate Base	<u>\$82,677</u>		<u>\$82,677</u>
23				
24				
25	Rate of Return	<u>-11.67%</u>		<u>8.25%</u>
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KENTUCKY-AMERICANWATER COMPANY
CASE NO: 2004-00103
OVERALL FINANCIAL SUMMARY
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30,2005

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

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

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	(\$1,278,883)	Sch D-1	\$ 41,922,001
4	Other Operating Revenues	<u>1,045,638</u>	<u>540,058</u>	Sch D-1	<u>1,585,696</u>
5		<u>44,246,522</u>	<u>(738,825)</u>		<u>43,507,697</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	60,327	Sch D-1	226,996
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	(20,697)	Sch D-1	53,143
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		166,394	Sch D-1	1,361,626
22					
23	Total O & M Expenses	<u>20,663,011</u>	<u>1,177,418</u>		<u>21,840,429</u>
24					
25	Depreciation	6,088,055	977,707	Sch D-1	7,065,762
26	Amortization	687,857	(3,832)	Sch D-1	684,025
27	General Taxes				
28	Property and Capital Stock	2,111,251	112,422	Sch D-1	2,223,673
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	257,698	244,920	Sch E-1.5	502,618
34	Deferred	260,090	(272,682)	Sch E-1.5	(12,592)
35					
36					
37	Federal Income Taxes				
38	Current	966,511	1,010,568	Sch E-1.5	1,977,079
39	Deferred	1,988,481	(2,124,366)	Sch E-1.5	(135,885)
40	Deferred - ITC	(79,820)	(4,977)	Sch E-1.5	(84,797)
41					
42					
43					
44	Total Operating Expenses	<u>33,460,196</u>	<u>1,088,903</u>		<u>34,549,099</u>
45					
46	Utility Operating Income	<u>\$10,786,326</u>	<u>(\$1,827,728)</u>		<u>\$8,958,598</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
TYPE OF FILING: ORIGINAL UPDATED X REVISED
WORKPAPER REFERENCE NO(S): **WIP-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	<u>Operating Revenues</u>				
3	Water Sales	\$42,372,006	(\$1,368,312)	Sch D-1	\$ 41,003,694
4	Other Operating Revenues	1,044,074	541,622	Sch D-1	1,585,696
5		<u>43,416,080</u>	<u>(826,690)</u>		<u>42,589,390</u>
6	<u>Operating Expenses</u>				
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	60,327	Sch D-1	226,996
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	50,507	Sch D-1	538,829
17	Customer Accounting	849,113	128,713	Sch D-1	977,826
18	Rents	60,321	(15,239)	Sch D-1	45,082
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>1,024,061</u>		<u>21,141,110</u>
24					
25	Depreciation	6,045,715	905,259	Sch D-1	6,950,974
26	Amortization	687,857	(12,196)	Sch D-1	675,661
27	General Taxes				
28	Property and Capital Stock	2,111,251	68,242	Sch D-1	2,179,493
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	250,848	256,809	Sch E-1.5	507,657
34	Deferred	255,435	(269,592)	Sch E-1.5	(14,157)
35					
36					
37	Federal Income Taxes				
38	Current	940,841	1,055,465	Sch E-1.5	1,996,306
39	Deferred	1,952,888	(2,093,415)	Sch E-1.5	(140,527)
40	Deferred - ITC	(79,820)	(4,977)	Sch E-1.5	(84,797)
41					
42					
43					
44	Total Operating Expenses	<u>32,792,880</u>	<u>891,355</u>		<u>33,684,236</u>
45					
46	Utility Operating Income	<u>\$10,623,200</u>	<u>(\$1,718,045)</u>		<u>\$8,905,154</u>

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: ORIGINAL UPDATED X REVISED
WORKPAPER REFERENCE NO(S): WIP-2,3,4,5 & 6 (TRI VILLAGE)

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

Line No.	Major Group Classification	Base Year Revenues & Expenses	Adjustments	Schedule Reference	Forecasted Revenues & Expenses
1					
2	<u>Operating Revenues</u>				
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	<u>Operating Expenses</u>				
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)	10,264	Sch D-1	10,145
17	Customer Accounting	3,094	7,794	Sch D-1	10,888
18	Rents	13,519	(5,458)	Sch D-1	8,061
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>101,784</u>		<u>603,762</u>
24					
25	Depreciation	42,340	65,134	Sch D-1	107,474
26	Amortization	0	5,676	Sch D-1	5,676
27	General Taxes				
28	Property and Capital Stock	0	41,567	Sch D-1	41,567
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	7,518	(10,798)	Sch E-1.5	(3,280)
34	Deferred	4,525	(2,937)	Sch E-1.5	1,588
35					
36					
37	Federal Income Taxes				
38	Current	28,299	(40,686)	Sch E-1.5	(12,387)
39	Deferred	34,599	(29,754)	Sch E-1.5	4,845
40	Deferred - ITC	0	0	Sch E-1.5	0
41					
42					
43					
44	Total Operating Expenses	<u>625,505</u>	<u>136,459</u>		<u>761,964</u>
45					
46	Utility Operating Income	<u>\$160,433</u>	<u>(\$97,338)</u>		<u>\$63,095</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: ORIGINAL UPDATED X_ REVISED
WORKPAPER REFERENCE NO(S): W/P-2,3,4,5 & 6 (ELK LAKE)

SCHEDULE C-2, PAGE 4 OF 4
Witness Responsible: M.A. 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	280	Sch D-1	280
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>51,573</u>		<u>95,557</u>
24					
25	Depreciation	0	7,314	Sch D-1	7,314
26	Amortization	0	2,688	Sch D-1	2,688
27	General Taxes				
28	Property and Capital Stock	0	2,613	Sch D-1	2,613
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 Income Taxes				
33	Current	(668)	(1,091)	Sch E-1.5	(1,759)
34	Deferred	130	(153)	Sch E-1.5	(23)
35					
36					
37	Federal Income Taxes				
38	Current	(2,629)	(4,210)	Sch E-1.5	(6,839)
39	Deferred	994	(1,197)	Sch E-1.5	(203)
40	Deferred - ITC	0	0	Sch E-1.5	0
41					
42					
43					
44	Total Operating Expenses	<u>41,811</u>	<u>61,089</u>		<u>102,900</u>
45					
46	Utility Operating Income	<u>\$2,693</u>	<u>(\$12,345)</u>		<u>(\$9,652)</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 FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED X REVISED
WORKPAPER REFERENCE **NO(S)**: SCH D-1 (TOTAL COMPANY)

SCHEDULE C-2.1, PAGE 1 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	\$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	257,698		257,698	
34	Deferred	260,090		260,090	
35					
36					
37	Federal Income Taxes				
38	Current	966,511		966,511	
39	Deferred	1,988,481		1,988,481	
40	Deferred - ITC	(79,820)		(79,820)	
41					
42					
43					
44	Total Operating Expenses	<u>33,460,196</u>		<u>33,460,196</u>	
45					
46	Utility Operating Income	<u>\$10,786,326</u>		<u>\$10,786,326</u>	
47					
48					
49					
50					

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

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

SCHEDULE C-2.1, PAGE 2 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	\$42,372,006	<u>100.00%</u>	\$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	250,848		250,848	
34	Deferred	255,435		255,435	
35					
36					
37	Federal Income Taxes				
38	Current	940,841		940,841	
39	Deferred	1,952,888		1,952,888	
40	Deferred - ITC	(79,820)		(79,820)	
41					
42					
43					
44	Total Operating Expenses	<u>32,792,880</u>		<u>32,792,880</u>	
45					
46	Utility Operating Income	<u>\$10,623,200</u>		<u>\$10,623,200</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: ORIGINAL UPDATED X 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 Income Taxes				
33	Current	7,518		7,518	
34	Deferred	4,525		4,525	
35					
36					
37	Federal Income Taxes				
38	Current	28,299		28,299	
39	Deferred	34,599		34,599	
40	Deferred * ITC	0		0	
41					
42					
43					
44	Total Operating Expenses	<u>625,505</u>		<u>625,505</u>	
45					
46	Utility Operating Income	<u>\$160,433</u>		<u>\$160,433</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: ORIGINAL UPDATED X REVISED
WORKPAPER REFERENCE NO(S): SCH **D-1** (ELK LAKE)

SCHEDULE **C-2.1**, PAGE 4 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	\$44,504	<u>100.00%</u>	\$44,504	Not Applicable to Kentucky-American Water Company
4	Other Operating Revenues	<u>0</u>		<u>0</u>	
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> </u>		<u>43,984</u>	
24					
25	Depreciation	0		0	
26	Amortization	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 Income	<u>\$2,693</u>		<u>\$2,693</u>	