

KENTUCKY-AMERICAN WATER COMPANY
Case No. 2007-00143
Forecasted Test Period Ending November 30, 2008

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Kentucky-American Water Company
Deferred Taxes and Regulatory Assets/Liabilities
Related to UPIS Investment
CASE NO: 2007-00143

Month	Change in Balances		Net Change	Deferred		Deferred SII	Deferred FIT	Total	Regulatory
	Book Basis	Tax Basis		SII Expense	FIT Expense				
Balance 1/07									
Feb-07	\$1,188,441	\$1,173,158	\$15,283	\$917	\$5,028	\$4,894,475	\$27,884,394	\$27,884,394	(4,479,670)
Mar-07	3,376,369	3,362,619	13,751	825	4,524	4,865,392	27,889,422	27,889,422	(4,496,142)
Apr-07	(378,818)	(433,395)	54,577	3,275	17,956	4,869,492	27,911,902	27,911,902	(4,511,804)
May-07	(10,315)	(90,711)	80,397	4,824	26,450	4,874,316	27,938,352	27,938,352	(4,531,402)
Jun-07	367,197	172,642	194,556	11,673	64,009	4,885,989	28,002,361	28,002,361	(4,573,899)
Jul-07	6,439,310	5,928,828	510,483	30,629	167,949	4,916,618	28,170,310	28,170,310	(4,566,418)
Aug-07	(2,790)	(689,961)	687,171	41,230	226,079	4,957,848	28,396,389	28,396,389	(4,560,702)
Sep-07	1,594,699	585,085	1,009,614	60,577	332,163	5,018,425	28,728,552	28,728,552	(4,556,314)
Oct-07	(1,610,308)	(2,461,219)	850,911	51,055	279,950	5,194,983	29,532,177	29,532,177	(4,558,811)
Nov-07	6,375,511	4,783,792	1,591,719	95,503	523,675	5,294,541	30,242,589	30,242,589	(4,548,525)
Dec-07	199,161	(1,960,147)	2,159,308	129,558	710,412	5,300,091	30,273,021	30,273,021	(4,566,089)
Jan-08	734,524	642,024	92,500	5,550	30,432	5,303,814	30,293,438	30,293,438	(4,585,922)
Feb-08	(158,430)	(220,486)	62,056	3,723	20,417	5,303,814	30,293,438	30,293,438	(4,609,514)
Mar-08	(258,000)	(258,466)	466	28	153	5,303,842	30,293,438	30,293,438	(4,643,486)
Apr-08	1,305,320	1,277,334	27,986	1,679	9,207	5,305,521	30,302,798	30,302,798	(4,686,501)
May-08	(12,556)	(21,518)	8,862	532	2,915	5,306,053	30,305,713	30,305,713	(4,738,158)
Jun-08	295,473	229,016	66,457	3,987	21,864	5,310,040	30,327,577	30,327,577	(4,775,672)
Jul-08	1,211,674	1,188,146	23,528	1,412	7,741	5,311,452	30,335,318	30,335,318	(4,822,101)
Aug-08	721,486	648,717	72,769	4,366	23,941	5,315,818	30,359,259	30,359,259	(4,880,787)
Sep-08	(54,520)	(175,142)	120,622	7,237	39,685	5,323,055	30,398,944	30,398,944	(4,958,282)
Oct-08	(1,473,678)	(1,600,863)	127,185	7,631	41,844	5,330,686	30,440,788	30,440,788	(5,045,986)
Nov-08	3,908,196	3,709,193	199,003	11,940	65,472	5,342,626	30,506,260	30,506,260	
Forecasted Deferred Tax Expense UPIS				\$177,643	\$974,083				
Balance Deferred Income Taxes - End of Base Period						\$4,916,618	\$28,170,310	\$33,086,927	(\$4,566,418)
Balance Deferred Income Taxes - End of Forecasted Period						\$5,342,626	\$30,506,260	\$35,848,885	(\$5,045,986)
Average Balance Deferred Income Taxes - Forecasted Period						\$5,300,963	\$30,277,805	\$35,578,768	(\$4,724,578)
Total Def Taxes									\$28,520,509
									\$30,802,899
									\$30,854,190

Kentucky-American Water Company		Regulatory Assets		Regulatory Liabilities		Customer		Regulatory Assets		Regulatory Liabilities	
Book Basis Property		Plant Flow		Equity		Accumulated Reserve		Utility Plant in Service		Book Basis	
CASE NO: 2007-00143		Through		Grossup		Reserve		101000		Excess	
		186040		186030/035/055		108xxx		252xxx		Deferred Taxes	
		4,454,947		2,510,593		(75,012,318)		(16,738,898)		256212/256220	
		(6,351)		19,852		(698,783)		(80,000)		(1,260,558)	
		4,448,596		2,530,445		(75,711,101)		(16,818,898)		(735,983)	
		(9,071)		20,490		(805,734)		(100,000)		775	
Mar-07		4,439,525		2,550,935		(76,516,835)		(16,918,898)		(734,101)	
Net Change		(7,214)		23,436		(782,200)		(320,000)		2,057	
Apr-07		4,432,311		2,574,371		(77,299,035)		(17,238,898)		(733,220)	
Net Change		(14,149)		28,174		(734,016)		(340,000)		1,727	
May-07		4,418,162		2,602,545		(78,033,051)		(17,578,898)		(731,493)	
Net Change		(21,450)		33,270		(572,516)		(240,000)		2,618	
Jun-07		4,396,712		2,635,815		(78,605,566)		(17,818,898)		(728,875)	
Net Change		(62,151)		25,600		(746,016)		(340,000)		7,584	
Jul-07		4,334,561		2,661,415		(79,351,582)		(18,158,898)		(721,291)	
Net Change		(65,657)		29,231		(644,222)		(640,000)		8,012	
Aug-07		4,268,904		2,690,646		(79,995,805)		(18,798,898)		(713,279)	
Net Change		(66,475)		30,995		(653,730)		(550,000)		18,949	
Sep-07		4,202,429		2,721,641		(80,649,535)		(19,348,898)		(705,168)	
Net Change		(54,426)		31,466		(686,657)		(3,118,607)		15,515	
Oct-07		4,148,003		2,753,107		(81,336,192)		(19,328,898)		(1,163,059)	
Net Change		(35,075)		16,343		(739,487)		(30,200,000)		9,999	
Nov-07		4,112,928		2,769,450		(82,075,679)		(19,908,898)		(1,153,060)	
Net Change		(53,217)		20,371		(665,556)		(275,000)		15,168	
Dec-07		4,059,711		2,789,821		(82,741,235)		(20,183,898)		(687,756)	
Net Change		(2,222)		20,817		(740,620)		(82,915)		253	
Jan-08		4,057,489		2,810,638		(83,481,855)		(20,266,813)		(687,503)	
Net Change		(6,810)		21,672		(742,244)		(82,915)		775	
Feb-08		4,050,679		2,832,310		(84,224,099)		(20,349,728)		(686,728)	
Net Change		(9,727)		29,076		(725,070)		(104,859)		2,586	
Mar-08		4,040,952		2,861,386		(84,949,169)		(20,454,587)		(1,132,905)	
Net Change		(7,735)		38,331		(702,919)		(326,802)		881	
Apr-08		4,033,217		2,899,717		(85,652,088)		(20,781,389)		(684,740)	
Net Change		(15,171)		51,568		(658,090)		(348,746)		1,727	
May-08		4,018,046		2,951,285		(86,310,178)		(21,130,135)		(683,013)	
Net Change		(22,999)		64,622		(514,362)		(248,746)		2,618	
Jun-08		3,995,047		3,015,907		(86,824,540)		(21,378,881)		(680,395)	
Net Change		(66,639)		75,083		(704,593)		(348,746)		7,584	
Jul-08		3,928,408		3,090,990		(87,529,134)		(21,727,627)		(672,811)	
Net Change		(70,398)		86,117		(660,826)		(244,334)		8,012	
Aug-08		3,858,010		3,177,107		(88,189,959)		(22,381,232)		(664,799)	
Net Change		(71,275)		98,869		(678,415)		(564,576)		8,111	
Sep-08		3,786,735		3,275,976		(88,868,374)		(22,945,808)		(656,688)	
Net Change		(58,357)		110,395		(764,368)		(3,151,367)		15,515	

Kentucky-American Water Company										
Book Basis Property										
CASE NO: 2007-00143										
Book Basis:										
Account	Utility Plant in Service	Accumulated Reserve	Regulatory Assets			Customer Advances	CIAC	ITC	Regulatory Liabilities	
			Equity Grossup	Plant Flow Through	Other				Excess	Gross-up ITC
Oct-08	375,325,751	108xxx (89,632,742)	186030/03/5/055 3,386,371	186040 3,728,378	186045 (456,617)	252xxx (22,928,723)	271xxx/272000 (50,627,758)	255xxx (1,145,283)	256310/31/1312 (650,047)	215,949,528
Net Change	5,586,910	(753,790)	108,906	(37,608)	2,127	(592,633)	(427,481)	7,486	4,280	3,908,196
Nov-08	380,912,660	(90,386,532)	3,495,277	3,690,770	(454,490)	(23,521,356)	(51,055,239)	(1,137,797)	(645,767)	219,857,724
Net Change			(57,059)	(57,059)	3,227	0	0	11,357	6,491	(20,816)
Dec-08	380,912,660	(90,386,532)	3,495,277	3,633,711	(451,263)	(23,521,356)	(51,055,239)	(1,126,440)	(639,276)	219,836,908
Kentucky-American Water Company										
Inverted Data for Calculation of Tax Basis Property										
Month	Bk Basis	Retirements	Net	Bk Depr	Retirements	Bk Reserve	Net Customer Advances	Net	Regulatory Liabilities	
									Amort	Net
Feb-07	2,090,118	50,446	2,039,672	(749,229)	50,446	(698,783)	(80,000)	(187,280)	97,005	(90,275)
Mar-07	4,504,528	46,411	4,458,117	(852,145)	46,411	(805,734)	(100,000)	(291,380)	97,768	(193,612)
Apr-07	906,125	69,945	836,180	(852,145)	69,945	(782,200)	(320,000)	(232,180)	98,245	(133,935)
May-07	1,249,934	118,129	1,131,805	(852,145)	118,129	(734,016)	(340,000)	(190,680)	98,913	(91,767)
Jun-07	1,653,090	279,629	1,373,461	(852,145)	279,629	(572,516)	(240,000)	(379,880)	99,701	(220,179)
Jul-07	7,898,106	106,129	7,791,977	(852,145)	106,129	(746,016)	(340,000)	(373,280)	100,845	(272,435)
Aug-07	1,616,416	135,890	1,480,526	(780,112)	135,890	(644,222)	(640,000)	(308,580)	101,190	(207,390)
Sep-07	4,007,750	126,382	3,881,368	(780,112)	126,382	(653,730)	(550,000)	(1,198,380)	105,642	(1,092,738)
Oct-07	2,261,437	100,594	2,160,843	(787,251)	100,594	(686,657)	20,000	(3,236,080)	117,473	(3,118,607)
Nov-07	8,197,248	102,049	8,095,199	(841,536)	102,049	(739,487)	(580,000)	(510,980)	105,619	(405,361)
Dec-07	1,460,118	79,571	1,380,547	(745,127)	79,571	(665,556)	(275,000)	(347,380)	103,153	(244,227)
Jan-08	1,638,761	28,015	1,610,746	(768,635)	28,015	(740,620)	(82,915)	(178,980)	106,287	(72,693)
Feb-08	781,706	28,015	753,691	(770,259)	28,015	(742,244)	(82,915)	(212,880)	106,730	(106,150)
Mar-08	820,192	46,692	773,500	(771,762)	46,692	(725,070)	(104,859)	(334,680)	107,581	(227,099)
Apr-08	2,539,491	75,368	2,464,123	(778,287)	75,368	(702,919)	(326,802)	(272,680)	108,087	(164,593)
May-08	1,200,033	119,045	1,080,988	(777,135)	119,045	(658,090)	(348,746)	(241,580)	108,737	(132,843)
Jun-08	1,519,332	264,045	1,255,287	(778,407)	264,045	(514,362)	(248,746)	(362,680)	109,740	(252,940)
Jul-08	2,434,636	84,045	2,350,591	(788,638)	84,045	(704,593)	(348,746)	(246,480)	110,123	(136,357)
Aug-08	2,350,546	130,736	2,219,810	(791,562)	130,736	(660,826)	(653,605)	(355,580)	111,246	(244,334)
Sep-08	2,358,820	120,075	2,238,745	(798,490)	120,075	(678,415)	(564,576)	(1,240,680)	117,533	(1,123,147)
Oct-08	2,377,234	41,373	2,335,861	(805,741)	41,373	(764,368)	17,085	(3,285,580)	134,213	(3,151,367)
Nov-08	5,670,769	83,859	5,586,910	(837,649)	83,859	(753,790)	(592,633)	(544,780)	117,299	(427,481)
Net Change	59,536,390	2,236,442	57,299,948	(17,610,655)	2,236,442	(15,374,213)	(6,782,458)	(14,472,660)	2,363,130	(12,109,530)
										1,340,729

Kentucky-American Water Company		Tax Basis Property		Case NO: 2007-00143		Tax Basis:		Regulatory Assets		Customer Advances		Regulatory Liabilities		Total	
Account	Utility Plant in Service	Accumulated Reserve	Equity Grossup	Plant Flow Through	Other	Customer Advances	CIAC	ITC	Deferred Taxes	Gross-up ITC	Total				
	101000	108-xxx	185030035055	185040	185045	252xxx	271xxx/272000	255xxx	256212/250220	256310/311/312					
			0.567												
Balance 1/07	324,778,248	184,079,830	0	0	0	0	0	0	0	0	0	0	0	0	508,858,079
Net Change Feb-07	1,848,690	(675,531)	0	0	0	0	0	0	0	0	0	0	0	0	1,173,158
Net Change Mar-07	326,626,938	183,404,299	0	0	0	0	0	0	0	0	0	0	0	0	510,031,237
Net Change Apr-07	4,198,227	(835,609)	0	0	0	0	0	0	0	0	0	0	0	0	3,362,619
Net Change May-07	330,825,165	182,568,690	0	0	0	0	0	0	0	0	0	0	0	0	513,393,856
Net Change Jun-07	403,984	(837,379)	0	0	0	0	0	0	0	0	0	0	0	0	(433,395)
Net Change Jul-07	331,229,150	181,731,311	0	0	0	0	0	0	0	0	0	0	0	0	512,960,461
Net Change Aug-07	752,459	(843,170)	0	0	0	0	0	0	0	0	0	0	0	0	(90,711)
Net Change Sep-07	331,981,609	180,888,141	0	0	0	0	0	0	0	0	0	0	0	0	512,869,750
Net Change Oct-07	936,607	(763,966)	0	0	0	0	0	0	0	0	0	0	0	0	172,642
Net Change Nov-07	332,918,216	180,124,175	0	0	0	0	0	0	0	0	0	0	0	0	513,042,391
Net Change Dec-07	7,239,060	(1,310,232)	0	0	0	0	0	0	0	0	0	0	0	0	5,928,828
Net Change Jan-08	340,157,276	178,813,943	0	0	0	0	0	0	0	0	0	0	0	0	518,971,219
Net Change Feb-08	671,288	(1,351,249)	0	0	0	0	0	0	0	0	0	0	0	0	(689,961)
Net Change Mar-08	340,828,564	177,452,694	0	0	0	0	0	0	0	0	0	0	0	0	518,281,258
Net Change Apr-08	2,256,657	(1,671,573)	0	0	0	0	0	0	0	0	0	0	0	0	585,085
Net Change May-08	343,085,222	175,781,121	0	0	0	0	0	0	0	0	0	0	0	0	518,866,343
Net Change Jun-08	(910,030)	(1,551,189)	0	0	0	0	0	0	0	0	0	0	0	0	(2,461,219)
Net Change Jul-08	342,175,192	174,229,932	0	0	0	0	0	0	0	0	0	0	0	0	516,405,123
Net Change Aug-08	7,106,334	(2,322,541)	0	0	0	0	0	0	0	0	0	0	0	0	4,783,792
Net Change Sep-08	349,281,525	171,907,390	0	0	0	0	0	0	0	0	0	0	0	0	521,188,916
Net Change Oct-08	837,610	(2,797,757)	0	0	0	0	0	0	0	0	0	0	0	0	(1,960,147)
Net Change Nov-08	350,119,135	169,109,634	0	0	0	0	0	0	0	0	0	0	0	0	519,228,769
Net Change Dec-08	1,411,508	(769,484)	0	0	0	0	0	0	0	0	0	0	0	0	642,024
Net Change Jan-09	351,530,643	168,340,150	0	0	0	0	0	0	0	0	0	0	0	0	519,870,794
Net Change Feb-09	550,393	(770,879)	0	0	0	0	0	0	0	0	0	0	0	0	(220,486)
Net Change Mar-09	352,081,036	167,569,271	0	0	0	0	0	0	0	0	0	0	0	0	519,650,307
Net Change Apr-09	495,116	(753,582)	0	0	0	0	0	0	0	0	0	0	0	0	(258,466)
Net Change May-09	352,576,153	166,815,689	0	0	0	0	0	0	0	0	0	0	0	0	519,391,842
Net Change Jun-09	2,007,780	(730,446)	0	0	0	0	0	0	0	0	0	0	0	0	1,277,334
Net Change Jul-09	354,583,933	166,085,243	0	0	0	0	0	0	0	0	0	0	0	0	520,669,176
Net Change Aug-09	668,632	(690,150)	0	0	0	0	0	0	0	0	0	0	0	0	(21,518)
Net Change Sep-09	355,252,565	165,395,093	0	0	0	0	0	0	0	0	0	0	0	0	520,847,658
Net Change Oct-09	778,530	(549,514)	0	0	0	0	0	0	0	0	0	0	0	0	229,016
Net Change Nov-09	356,031,095	164,845,579	0	0	0	0	0	0	0	0	0	0	0	0	520,876,674
Net Change Dec-09	1,925,838	(737,692)	0	0	0	0	0	0	0	0	0	0	0	0	1,188,146
Net Change Jan-10	357,956,933	164,107,886	0	0	0	0	0	0	0	0	0	0	0	0	522,064,820
Net Change Feb-10	1,347,405	(698,688)	0	0	0	0	0	0	0	0	0	0	0	0	648,717
Net Change Mar-10	359,304,338	163,409,198	0	0	0	0	0	0	0	0	0	0	0	0	522,713,536

Kentucky-American Water Company												
Tax Basis Property												
CASE NO: 2007-00143												
Tax Basis:												
Utility Plant		Accumulated Reserve		Equity Grossup		Regulatory Assets		Regulatory Liabilities				
101000	541,309	108xxx	(716,451)	185030/035/065	185040	185045	252xxx	271xxx/272000	255xxx	256212/256220	256310/311/312	Total
Net Change	359,845,647	162,692,748	(795,816)	0	0	0	0	0	0	0	0	(175,142)
Net Change	359,040,600	161,896,932	(794,179)	0	0	0	0	0	0	0	0	(1,600,863)
Net Change	4,503,372	(794,179)		0	0	0	0	0	0	0	0	3,709,193
Net Change	363,543,971	161,102,753		0	0	0	0	0	0	0	0	524,646,725
Net Change	363,543,971	161,102,753		0	0	0	0	0	0	0	0	524,646,725
Kentucky-American Water Company												
Inverted Data for Calculation of Tax Basis Property												
Month	Tx Basis	Retirements	Net	Tx Basis	Tx Depr	Retirements	Net	Reserve	Net			
Feb-07	1,899,136	50,446	1,848,690	(725,978)	50,446	(675,531)						
Mar-07	4,244,638	46,411	4,198,227	(882,019)	46,411	(835,609)						
Apr-07	473,929	69,945	403,984	(907,324)	69,945	(837,379)						
May-07	870,588	118,129	752,459	(961,299)	118,129	(843,170)						
Jun-07	1,216,236	279,629	936,607	(1,043,594)	279,629	(763,966)						
Jul-07	7,345,189	106,129	7,239,060	(1,416,361)	106,129	(1,310,232)						
Aug-07	807,178	135,890	671,288	(1,497,139)	135,890	(1,361,249)						
Sep-07	2,383,039	126,382	2,256,657	(1,797,954)	126,382	(1,671,573)						
Oct-07	(809,436)	100,594	(910,030)	(1,651,783)	100,594	(1,551,189)						
Nov-07	7,208,383	102,049	7,106,334	(2,424,591)	102,049	(2,322,541)						
Dec-07	917,181	79,571	837,610	(2,877,328)	79,571	(2,797,757)						
Jan-08	1,439,523	28,015	1,411,508	(797,499)	28,015	(769,484)						
Feb-08	578,408	26,015	550,393	(798,894)	26,015	(770,879)						
Mar-08	541,808	46,692	495,116	(800,274)	46,692	(753,582)						
Apr-08	2,083,148	75,368	2,007,780	(805,814)	75,368	(730,446)						
May-08	787,677	119,045	668,632	(809,195)	119,045	(690,150)						
Jun-08	1,042,575	264,045	778,530	(813,559)	264,045	(549,514)						
Jul-08	2,009,883	84,045	1,925,838	(821,737)	84,045	(737,692)						
Aug-08	1,478,141	130,736	1,347,405	(829,424)	130,736	(698,688)						
Sep-08	661,384	120,075	541,309	(836,526)	120,075	(716,451)						
Oct-08	(763,674)	41,373	(805,047)	(837,189)	41,373	(795,816)						
Nov-08	4,587,231	83,859	4,503,372	(878,038)	83,859	(794,179)						
	41,002,165	2,236,442	38,765,723	(25,213,519)	2,236,442	(22,977,077)						

Kentucky-American Water Company											
Amortization of Regulatory Assets and Liabilities											
CASE NO: 2007-00143											
Month	Amortization of Regulatory Assets and Liabilities						Additional Equity Gross-up	Total	Balance		
	Equity Gross-up	Plant Flow Through	Other	Excess Def Taxes	ITC Gross-up						
Feb-07	(2,144)	(6,351)	385	1,811	775	21,996	16,472	4,479,670			
Mar-07	(2,144)	(9,071)	550	2,586	1,107	22,634	15,662	4,496,142			
Apr-07	(2,144)	(7,214)	438	2,057	881	25,580	19,598	4,511,804			
May-07	(2,144)	(14,149)	858	4,033	1,727	30,318	20,643	4,531,402			
Jun-07	(2,144)	(21,450)	1,301	6,115	2,618	35,414	21,854	4,552,045			
Jul-07	(2,144)	(62,151)	3,769	17,717	7,584	27,744	(7,481)	4,573,899			
Aug-07	(2,144)	(65,657)	3,982	18,716	8,012	31,375	(5,716)	4,566,702			
Sep-07	(2,144)	(66,475)	4,032	18,949	8,111	33,139	(4,388)	4,556,314			
Oct-07	(2,144)	(54,426)	3,301	15,515	6,641	33,610	2,497	4,558,811			
Nov-07	(2,144)	(35,075)	2,127	9,999	4,280	18,487	(2,326)	4,556,485			
Dec-07	(2,144)	(53,217)	3,227	15,168	6,491	22,515	(7,960)	4,548,525			
Jan-08	(2,144)	(2,222)	126	590	253	22,961	19,564	4,568,089			
Feb-08	(2,144)	(6,810)	385	1,811	775	23,816	17,833	4,585,922			
Mar-08	(2,144)	(9,727)	550	2,586	1,107	31,220	23,592	4,609,514			
Apr-08	(2,144)	(7,735)	438	2,057	881	40,475	33,972	4,643,486			
May-08	(2,144)	(15,171)	858	4,033	1,727	53,712	43,015	4,686,501			
Jun-08	(2,144)	(22,999)	1,301	6,115	2,618	66,766	51,657	4,738,158			
Jul-08	(2,144)	(66,639)	3,769	17,717	7,584	77,227	37,514	4,775,672			
Aug-08	(2,144)	(70,398)	3,982	18,716	8,012	88,261	46,429	4,822,101			
Sep-08	(2,144)	(71,275)	4,032	18,949	8,111	101,013	58,686	4,880,787			
Oct-08	(2,144)	(58,357)	3,301	15,515	6,641	112,539	77,495	4,958,282			
Nov-08	(2,144)	(37,608)	2,127	9,999	4,280	111,050	87,704	5,045,986			

Kentucky-American Water Company			
Equity Gross-up Detail			
CASE NO: 2007-00143			
Month	Grossup	Amort	Net
Feb-07	21,996	(2,144)	19,852
Mar-07	22,634	(2,144)	20,490
Apr-07	25,580	(2,144)	23,436
May-07	30,318	(2,144)	28,174
Jun-07	35,414	(2,144)	33,270
Jul-07	27,744	(2,144)	25,600
Aug-07	31,375	(2,144)	29,231
Sep-07	33,139	(2,144)	30,995
Oct-07	33,610	(2,144)	31,466
Nov-07	18,487	(2,144)	16,343
Dec-07	22,515	(2,144)	20,371
Jan-08	22,961	(2,144)	20,817
Feb-08	23,816	(2,144)	21,672
Mar-08	31,220	(2,144)	29,076
Apr-08	40,475	(2,144)	38,331
May-08	53,712	(2,144)	51,568
Jun-08	66,766	(2,144)	64,622
Jul-08	77,227	(2,144)	75,083
Aug-08	88,261	(2,144)	86,117
Sep-08	101,013	(2,144)	98,869
Oct-08	112,539	(2,144)	110,395
Nov-08	111,050	(2,144)	108,906

Kentucky-American Water Company			
Deferred Taxes Related to Reg Assets and Liabilities			
CASE NO: 2007-00143			
		Deferred	Deferred
<u>Month</u>		<u>SIT</u>	<u>FIT</u>
Feb-07		\$691	\$2,689
Mar-07		988	3,840
Apr-07		786	3,052
May-07		1,542	5,989
Jun-07		2,337	9,079
Jul-07		6,772	26,309
Aug-07		7,154	27,793
Sep-07		7,243	28,140
Oct-07		5,931	23,038
Nov-07		3,822	14,847
Dec-07		5,800	877
Jan-08		249	1,004
Feb-08		762	3,077
Mar-08		1,089	4,395
Apr-08		867	3,492
May-08		1,700	6,853
Jun-08		2,576	10,389
Jul-08		7,464	30,105
Aug-08		7,885	31,803
Sep-08		7,984	32,199
Oct-08		6,537	26,363
Nov-08		4,213	16,989
Forecasted Amount		\$47,126	\$167,546

1	2	3	4	5	6	7	8	9	10	11	12
JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
1 KENTUCKY-AMERICAN WATER COMPANY											
2 5/10/2007											
3 2007 STATE & FEDERAL INCOME TAX BUDGET											
4 REGULATORY ASSET AMORTIZATION											
5											
6 Federal Income Tax rate											
7 State Income Tax Rate											
8 Combined Income Tax Rate											
9											
10 Net Income	24,088	105,462	89,871	164,490	249,370	722,547	763,307	772,817	632,745	407,772	613,111
11 State Income Taxes	11,076	6,106	9,309	14,583	23,509	54,038	57,088	57,933	47,929	30,500	54,554
12 Federal Income Taxes	49,251	42,587	63,116	98,691	155,068	394,511	416,771	422,484	344,339	222,655	333,594
13 State Income Taxes	(9,291)	(636)	(1,497)	(2,398)	(5,037)	(5,10)	(5,49)	(6,88)	(161)	(285)	(140)
14 Federal Income Taxes	(36,169)	(2,477)	(5,828)	(9,338)	(19,608)	(2,017)	(2,135)	(2,682)	(626)	(1,150)	(946)
15											
16 Net Income Before Taxes	38,958	119,419	170,562	266,027	405,302	1,489,551	1,234,482	1,249,863	1,023,326	659,482	1,000,573
17											
18 Book depreciation											
19 Tax basis depreciation											
20											
21 Change in Regulatory Assets/Liabilities:											
22 Req Asset-State	0	0	0	0	0	0	0	0	0	0	0
23											
24											
25 Req Asset-Flow Through Depreciation	(2,072)	(6,351)	(9,071)	(7,214)	(21,450)	(62,151)	(65,657)	(66,475)	(54,426)	(35,075)	(53,217)
26 Req Asset-Other Flow Through Items	0	0	0	0	0	0	0	0	0	0	0
27 Req Asset-Other	126	385	550	438	1,301	3,789	3,982	4,032	3,301	2,127	3,227
28 Req Asset-Tax Rate Change	0	0	0	0	0	0	0	0	0	0	0
29											
30 Req Liab-Excess Deferred Tax-Depreciat	734	2,251	3,215	5,014	7,602	22,027	23,269	23,559	19,289	12,431	18,860
31 Req Liab-Excess Deferred Tax-AFUDC	0	0	0	0	0	0	0	0	0	0	0
32 Req Liab-Excess Deferred Tax-Other	0	0	0	0	0	0	0	0	0	0	0
33 Req Liab-Deficit Deferred Tax	(144)	(440)	(629)	(500)	(1,487)	(4,310)	(4,553)	(4,610)	(3,774)	(2,432)	(3,692)
34 Req Liab-Excess Deferred Tax-State Only	0	0	0	0	0	0	0	0	0	0	0
35											
36 Req Liab-Unamortized ITC (3%)	27	63	118	185	280	811	657	867	710	458	694
37 Req Liab-Unamortized ITC (4%)	22	68	126	152	231	668	706	715	565	377	572
38 Req Liab-Unamortized ITC (10%)	204	624	881	1,390	2,107	6,105	6,449	6,529	5,346	3,445	5,225
39 Req Liab-Unamortized ITC (6%)	0	0	0	0	0	0	0	0	0	0	0
40											
41 Deferred ITC (3%)	40	122	175	273	413	1,198	1,265	1,281	1,049	676	1,025
42 Deferred ITC (4%)	33	101	144	114	224	986	1,041	1,054	863	556	844
43 Deferred ITC (10%)	369	1,132	1,617	2,262	3,624	11,081	11,706	11,852	9,704	6,254	9,488
44 Deferred ITC (6%)	0	0	0	0	0	0	0	0	0	0	0
45											
46 Net Change in Reg Assets/Liabs & ITC	(661)	(2,025)	(2,892)	(4,511)	(6,639)	(19,816)	(20,335)	(21,196)	(17,353)	(11,183)	(16,974)
47											
48 Distribution of Net Change:											
49											
50 Deferred SIT	0	0	0	0	0	0	0	0	0	0	0
51											
52											
53											
54											
55											
56											
57 Deferred FIT	1,646	5,046	7,207	5,731	17,041	49,377	52,162	52,812	43,239	27,856	42,279
58											
59											
60											
61											
62											
63 Amortize ITC	(442)	(1,355)	(1,936)	(1,539)	(4,577)	(13,265)	(14,012)	(14,187)	(11,616)	(7,486)	(11,357)
64											
65											
66											
67											
68 Net Balance Sheet Changes	(661)	(2,025)	(2,892)	(4,511)	(6,639)	(19,816)	(20,335)	(21,196)	(17,353)	(11,183)	(16,974)
69 SIT on Net Balance Sheet Changes	(40)	(122)	(174)	(138)	(410)	(1,189)	(1,259)	(1,272)	(1,041)	(671)	(1,018)
70											
71											
72 FIT on Net Balance Sheet Changes	(621)	(1,903)	(2,718)	(2,161)	(6,429)	(18,627)	(19,679)	(19,824)	(16,312)	(10,512)	(15,956)
	(217)	(666)	(951)	(756)	(2,250)	(6,519)	(6,888)	(6,973)	(5,709)	(3,679)	(5,585)

		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
Kentucky-American Water Company														
Summary of Changes in Regulatory Assets/Liabilities														
	(b)	185040	(6,351)	(9,071)	(7,214)	(14,149)	(21,450)	(62,151)	(65,657)	(66,475)	(54,426)	(35,075)	(53,217)	(397,308)
	(b)	185045	385	550	438	658	1,301	3,769	3,982	4,032	3,301	2,127	3,227	24,096
	(c)	256212	2,251	3,215	2,557	5,014	7,602	22,027	23,269	23,559	19,269	12,431	18,960	140,809
	(c)	256220	(440)	(629)	(500)	(991)	(1,487)	(4,310)	(4,553)	(4,610)	(3,774)	(2,432)	(3,692)	(27,552)
			1,811	2,586	2,057	4,033	6,115	17,717	18,716	18,949	15,515	9,999	15,168	113,256
	(d)	255310	83	118	94	185	280	811	857	867	710	458	694	5,184
	(d)	256311	68	98	78	152	231	668	706	715	585	377	572	4,272
	(e)	256312	624	891	709	1,390	2,107	6,105	6,449	6,529	5,346	3,445	5,225	39,024
			775	1,107	881	1,727	2,618	7,584	8,012	8,111	6,641	4,280	6,491	48,480
	(e)	255101	122	175	139	273	413	1,198	1,285	1,261	1,049	676	1,025	7,656
	(e)	255102	101	144	114	224	340	986	1,041	1,054	863	556	844	6,300
	(e)	255103	369	1,132	1,268	2,523	3,824	11,081	11,706	11,852	9,704	6,254	9,488	70,836
			1,355	1,936	1,539	3,020	4,577	13,265	14,012	14,187	11,616	7,466	11,357	94,792
		186055	2,144	2,144	2,144	2,144	2,144	2,144	2,144	2,144	2,144	2,144	2,144	25,728
		108190	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(6,900)

1	2	3	4	5	6	7	8	9	10	11	12	TOTAL	
1	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
1	KENTUCKY-AMERICAN WATER COMPANY												
2	5/10/2007												
3	2008 STATE & FEDERAL INCOME TAX BUDGET												
4	REGULATORY ASSET AMORTIZATION												
5	Federal Income Tax Rate												
6	35.00%												
7	State Income Tax Rate												
8	6.00%												
9	Combined Income Tax Rate												
10	38.90%												
10	Net Income	24,088	73,839	105,482	83,871	164,490	249,370	763,307	772,817	632,745	407,772	613,111	4,613,419
11	State Income Taxes	11,076	6,106	9,309	7,878	14,583	23,509	57,088	57,933	47,029	30,500	54,554	373,603
12	Federal Income Taxes	49,251	42,587	63,116	52,042	98,691	394,511	416,771	422,484	344,339	222,655	333,594	2,595,109
13	State Income Taxes	(9,291)	(636)	(1,487)	(1,685)	(2,399)	(5,037)	(5,618)	(6,669)	(1,611)	(295)	(1,401)	(22,877)
14	Federal Income Taxes	(35,166)	(2,477)	(5,828)	(6,462)	(9,338)	(19,009)	(2,017)	(2,982)	(626)	(1,150)	(549)	(89,055)
15	Net Income Before Taxes	38,958	119,419	170,562	135,644	266,027	1,168,961	1,234,482	1,249,863	1,023,326	659,482	1,000,573	7,470,199
16	Book depreciation												0
17	Tax basis depreciation												0
18													0
19													0
20	Change in Regulatory Assets/Liabilities:												
21	Reg Asset-State	0	0	0	0	0	0	0	0	0	0	0	0
22	Reg Asset-Federal	(2,222)	(6,810)	(9,727)	(7,735)	(15,171)	(66,539)	(70,398)	(71,275)	(98,357)	(37,608)	(57,059)	(426,000)
23	Reg Asset-Flow Through Depreciation	0	0	0	0	0	0	0	0	0	0	0	0
24	Reg Asset-Other	126	365	550	438	856	3,769	3,982	4,032	3,301	2,127	3,227	24,066
25	Reg Asset-Tax Rate Change	0	0	0	0	0	0	0	0	0	0	0	0
26	Reg Liab-Excess Deferred Tax-Depreciable	734	2,251	3,215	2,557	5,014	22,027	23,259	23,559	19,289	12,431	18,860	140,808
27	Reg Liab-Excess Deferred Tax-AF/JDC	0	0	0	0	0	0	0	0	0	0	0	0
28	Reg Liab-Excess Deferred Tax-Other	0	0	0	0	0	0	0	0	0	0	0	0
29	Reg Liab-Deficit Deferred Tax	(144)	(440)	(629)	(500)	(981)	(4,310)	(4,553)	(4,610)	(3,774)	(2,432)	(3,592)	(27,552)
30	Reg Liab-Excess Deferred Tax-State Only	0	0	0	0	0	0	0	0	0	0	0	0
31	Reg Liab-Unamortized ITC (3%)	27	83	118	94	185	280	857	867	710	458	694	5,184
32	Reg Liab-Unamortized ITC (4%)	22	68	98	78	152	231	706	715	585	377	572	4,272
33	Reg Liab-Unamortized ITC (10%)	204	624	891	709	1,390	2,107	6,449	6,529	5,346	3,445	5,225	39,024
34	Reg Liab-Unamortized ITC (6%)	0	0	0	0	0	0	0	0	0	0	0	0
35	Deferred ITC (3%)	40	122	175	139	273	413	1,198	1,281	1,049	676	1,025	7,656
36	Deferred ITC (4%)	33	101	144	114	224	340	966	1,041	893	556	844	6,300
37	Deferred ITC (10%)	369	1,132	1,517	1,266	2,523	3,824	11,081	11,706	11,852	6,254	9,488	70,836
38	Deferred ITC (6%)	0	0	0	0	0	0	0	0	0	0	0	0
39	Net Change in Reg Assets/Liabs & ITC	(811)	(2,484)	(3,548)	(2,820)	(5,533)	(8,388)	(24,304)	(25,616)	(21,284)	(13,716)	(20,816)	(155,376)
40	Distribution of Net Change:												
41	Deferred SIT	0	0	0	0	0	0	0	0	0	0	0	0
42	Deferred SIT	323	991	1,415	1,126	2,208	3,347	9,697	10,244	8,492	5,473	8,303	61,991
43	Deferred SIT	(35)	(109)	(159)	(123)	(242)	(367)	(1,063)	(1,137)	(931)	(600)	(910)	(6,795)
44	Deferred SIT	(39)	(120)	(171)	(136)	(266)	(404)	(1,170)	(1,236)	(1,024)	(660)	(1,001)	(7,478)
45	Deferred SIT	249	762	1,089	867	1,700	2,576	7,464	7,885	6,537	4,213	6,392	47,718
46	Deferred FIT	1,773	5,434	7,762	6,171	12,105	18,351	53,173	56,172	46,564	30,008	45,529	339,913
47	Deferred FIT	(655)	(1,702)	(2,431)	(1,934)	(3,791)	(5,748)	(16,654)	(17,812)	(14,584)	(9,399)	(14,258)	(106,461)
48	Deferred FIT	(214)	(655)	(936)	(745)	(1,461)	(2,214)	(6,414)	(6,776)	(5,617)	(3,620)	(5,490)	(41,002)
49	Amortize ITC	1,004	3,077	4,395	3,492	6,853	10,369	30,105	32,199	26,363	16,988	25,781	192,450
50	Amortize ITC	(442)	(1,355)	(1,936)	(1,599)	(3,020)	(4,577)	(14,012)	(14,187)	(11,616)	(7,486)	(11,357)	(84,792)
51	Net Balance Sheet Changes	811	2,484	3,548	2,820	5,533	8,388	24,304	25,616	21,284	13,716	20,816	155,376
52	Net Balance Sheet Changes	(811)	(2,484)	(3,548)	(2,820)	(5,533)	(8,388)	(24,304)	(25,616)	(21,284)	(13,716)	(20,816)	(155,376)
53	SIT on Net Balance Sheet Changes	(49)	(149)	(213)	(169)	(332)	(503)	(1,458)	(1,560)	(1,277)	(823)	(1,249)	(9,323)
54	FIT on Net Balance Sheet Changes	(762)	(2,335)	(3,335)	(2,651)	(5,201)	(7,885)	(22,846)	(24,135)	(20,007)	(12,893)	(19,567)	(146,053)
55	FIT on Net Balance Sheet Changes	(267)	(817)	(1,167)	(928)	(1,820)	(2,760)	(7,956)	(8,447)	(7,002)	(4,513)	(6,648)	(51,118)

Kentucky-American Water Company		Summary of Changes in Regulatory Assets/Liabilities												TOTAL
		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	
Req Asset-Flow Through Depreciation	(b)	185040	(6,810)	(9,727)	(7,735)	(15,171)	(22,999)	(66,639)	(70,398)	(71,279)	(59,357)	(37,608)	(57,059)	(426,000)
Req Asset-Other	(b)	185046	385	550	438	858	1,301	3,769	3,982	4,032	3,301	2,127	3,227	24,096
Req Liab-Excess Deferred Tax-Depreciable	(c)	256212	2,251	3,215	2,557	5,014	7,602	22,027	23,269	23,569	19,289	12,431	18,860	140,808
Req Liab-Deficit Deferred Tax	(c)	256220	(440)	(629)	(500)	(981)	(1,487)	(4,310)	(4,533)	(4,610)	(3,774)	(2,432)	(3,692)	(27,552)
		590	1,811	2,586	2,057	4,033	6,115	17,717	18,716	18,949	19,515	9,999	15,168	113,256
Req Liab-Unamortized ITC (3%)	(d)	256310	83	118	94	185	280	811	857	867	710	458	694	5,184
Req Liab-Unamortized ITC (4%)	(d)	256311	68	89	78	152	231	668	705	715	585	377	572	4,272
Req Liab-Unamortized ITC (10%)	(d)	256312	624	891	709	1,390	2,107	6,105	6,449	6,529	5,346	3,445	5,225	39,024
		263	775	1,107	881	1,727	2,618	7,584	8,012	8,111	6,641	4,280	6,491	48,480
Deferred ITC (3%)	(e)	255101	122	175	139	273	413	1,198	1,265	1,281	1,049	676	1,025	7,656
Deferred ITC (4%)	(e)	255102	101	144	114	224	340	966	1,041	1,054	863	555	844	6,300
Deferred ITC (10%)	(e)	255103	369	1,132	1,286	2,523	3,824	11,081	11,706	11,852	9,704	6,254	9,488	70,836
		442	1,355	1,936	1,539	3,020	4,577	13,265	14,012	14,187	11,616	7,466	11,357	84,792
Amortization of Equity Cross-up		185055	2,144	2,144	2,144	2,144	2,144	2,144	2,144	2,144	2,144	2,144	2,144	25,728
Accum Depr R/A		108190	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(575)	(6,900)

KENTUCKY-AMERICAN WATER COMPANY
TAX BASIS WATER PROPERTY - DEPRECIATION EXPENSE
CASE NO: 2007-00143
For the Year 2007

TWENTY-FIVE YEAR PROPERTY	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007	2007
WATER PROPERTY	-354,051	1,695,751	2,856,552	441,564	832,746	1,075,550	4,169,835	784,048	2,347,059	-872,965	2,998,734	879,246	16,953,068
BONUS DEPRECIATION	-177,026	847,875	1,428,276	220,792	416,373	537,775	2,084,418	392,024	1,173,530	-436,493	1,499,367	439,623	8,426,535
N.D.B. (LINE 6 @100%)	-177,025	847,875	1,428,276	220,792	416,373	537,775	2,084,417	392,024	1,173,529	-436,493	1,499,367	439,623	8,426,533
ACCUMULATED	-177,025	670,850	2,099,126	2,319,918	2,735,291	3,274,066	5,359,483	5,750,507	6,924,035	6,487,543	7,985,910	8,426,533	
REGULAR DEPRECIATION	-3,541	16,958	28,566	4,416	8,327	10,756	41,868	7,840	23,471	-8,730	29,987	8,792	
ACCUM DEPRECIATION	-3,541	13,417	41,983	46,399	54,726	65,482	107,170	115,010	138,481	129,751	159,738	168,530	

SEVEN YEAR PROPERTY	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007	2007
OFFICE FURN. & FIX.	-1,801	79,815	656,265	10,750	15,050	19,350	19,350	19,350	30,100	32,250	16,925	17,475	914,879
N.D.B. (LINES 17-19 @100%)	-1,801	79,815	656,265	10,750	15,050	19,350	19,350	19,350	30,100	32,250	16,925	17,475	914,879
ACCUMULATED	-1,801	78,014	734,278	745,029	760,079	779,429	798,779	818,129	848,229	880,479	897,404	914,879	
DEPRECIATION	-257	11,406	93,780	1,536	2,151	2,765	2,765	2,765	4,301	4,609	2,419	2,487	
ACCUM DEPRECIATION	-257	11,149	104,929	106,465	108,616	111,381	114,146	116,911	121,212	125,821	128,240	130,737	

FIVE YEAR PROPERTY	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007	2007
LIGHT TRUCKS	-40,118	0	0	0	19,852	117,566	99,260	0	0	0	0	0	196,550
CARS	-500	0	0	0	0	0	29,200	0	0	0	0	0	28,700
HEAVY TRUCKS	2,197	0	0	0	0	0	240,000	0	0	0	0	0	242,197
COMMUNICATION EQUIPMENT	907	226	226	1,500	0	0	0	0	0	0	0	0	2,859
N.D.B. (LINES 17-19 @100%)	-37,514	226	226	1,500	19,852	117,566	368,460	0	0	0	0	0	470,306
ACCUMULATED	-37,514	-37,288	-37,062	-35,562	-15,710	101,846	470,306	470,306	470,306	470,306	470,306	470,306	470,306
DEPRECIATION	-7,503	45	45	300	3,970	23,511	73,692	0	0	0	0	0	94,060
ACCUM DEPRECIATION	-7,503	-7,458	-7,413	-7,113	-3,143	20,368	94,060	94,060	94,060	94,060	94,060	94,060	94,060

THREE YEAR PROPERTY	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007	2007
SOFTWARE	-2,512	0	1,260	2,100	2,940	3,780	3,780	3,780	5,860	6,300	1,260	5,460	34,028
N.D.B. (LINES 17-19 @100%)	-2,512	0	1,260	2,100	2,940	3,780	3,780	3,780	5,860	6,300	1,260	5,460	34,028
ACCUMULATED	-2,512	-2,512	-1,252	848	3,788	7,568	11,348	15,128	21,008	27,308	28,568	34,028	
DEPRECIATION	-837	0	420	700	980	1,260	1,260	1,260	1,960	2,100	1,820	1,820	
ACCUM DEPRECIATION	-837	-837	-417	263	1,263	2,523	3,783	5,043	7,003	9,103	9,523	11,343	

REAL PROPERTY	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007	2007
BUILDINGS	58,611	17,848	458,848	0	0	0	2,784,764	0	0	0	4,181,464	5,000	7,506,535
ACCUMULATED	58,611	76,459	535,307	535,307	535,307	535,307	3,320,071	3,320,071	3,320,071	3,320,071	7,501,535	7,506,535	
DEPRECIATION	1,442	439	9,328	0	0	32,777	0	0	0	0	43,422	5	
ACCUM DEPRECIATION	1,442	1,881	11,209	11,209	11,209	43,986	43,986	43,986	43,986	43,986	57,408	57,413	

TOTAL ACCUM. DEPR.	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007	2007
LESS: PROV. YEAR TO DATE	-187,722	689,002	2,249,417	2,477,161	2,908,962	3,465,029	5,721,629	6,125,518	7,328,760	6,690,266	8,435,861	8,688,618	
SUBTOTAL	-187,722	-15,644	48,415	268,515	513,920	813,301	1,194,976	1,949,418	2,784,638	3,920,674	4,910,538	6,673,209	
REMAINING PERIODS	12	11	10	9	8	7	6	5	4	3	2	1	
MONTHLY PROV.(LINE 54)(LINE 56)	-15,644	64,059	220,100	245,405	299,380	381,675	754,442	835,220	1,136,035	989,654	1,762,672	2,215,409	8,888,618
ON CURRENT ADDITIONS													

DEPRECIATION ON PROPERTY @	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007	2007
LIPS Prior to 2007	661,919	661,919	661,919	661,919	661,919	661,919	661,919	661,919	661,919	661,919	661,919	661,919	7,943,028
2007 Additions - Reg.	-15,644	64,059	220,100	245,405	299,380	381,675	754,442	835,220	1,136,035	989,654	1,762,672	2,215,409	8,888,618
2007 Additions in 2008	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL DEPRECIATION	646,275	725,978	882,019	907,324	961,299	1,043,594	1,419,361	1,497,139	1,797,954	1,651,783	2,424,591	2,877,328	15,831,646
ACCUMULATED	646,275	1,372,253	2,254,272	3,161,596	4,122,895	5,166,490	6,580,951	8,079,990	9,877,945	11,529,728	13,954,318	16,831,646	

Accum Depr on 2007 Additions
Numeric Month

Total Tax Basis Additions 25,776,815

1 2 3 4 5 6 7 8 9 10 11 12

KENTUCKY-AMERICAN WATER COMPANY
TAX BASIS WATER PROPERTY - DEPRECIATION EXPENSE
CASE NO: 2007-00143
For the Year 2008

TWENTY-FIVE YEAR PROPERTY	Jan-2008	Feb-2008	Mar-2008	Apr-2008	May-2008	Jun-2008	Jul-2008	Aug-2008	Sep-2008	Oct-2008	Nov-2008	Dec-2008	2008
WATER PROPERTY	1,408,823	554,339	476,497	2,001,792	649,034	887,887	1,813,954	1,282,212	425,343	-966,497	3,331,806	0	11,865,190
BONUS DEPRECIATION													
N.D.B. (LINE-8 @100%)	1,408,823	554,339	476,497	2,001,792	649,034	887,887	1,813,954	1,282,212	425,343	-966,497	3,331,806	0	11,865,190
ACCUMULATED	1,408,823	1,963,162	2,439,659	4,441,451	5,090,485	5,978,372	7,792,326	9,074,538	9,499,881	8,533,384	11,865,190	11,865,190	0
DEPRECIATION	28,176	11,087	9,530	40,036	12,981	17,758	36,279	25,644	8,507	-19,330	66,636	0	0
ACCUM DEPRECIATION	28,176	39,263	48,793	88,829	101,810	119,568	155,847	181,491	189,998	170,668	237,304	237,304	0
SEVEN YEAR PROPERTY													
OFFICE FURN. & FIX.	21,500	9,628	9,628	16,046	22,464	28,882	28,882	28,882	44,926	48,136	25,674	0	284,648
N.D.B. (LINES 17-19 @100%)	21,500	9,628	9,628	16,046	22,464	28,882	28,882	28,882	44,926	48,136	25,674	0	284,648
ACCUMULATED	21,500	31,128	40,756	56,802	79,266	108,148	137,030	165,912	210,638	258,974	284,648	284,648	0
DEPRECIATION	3,072	1,376	1,376	2,283	3,210	4,127	4,127	4,127	6,420	6,879	3,659	0	0
ACCUM DEPRECIATION	3,072	4,448	5,824	8,117	11,327	15,454	19,581	23,708	30,128	37,007	40,676	40,676	0
FIVE YEAR PROPERTY													
LIGHT TRUCKS	0	14,441	14,441	24,068	33,695	43,322	43,322	43,322	67,390	72,203	38,509	0	394,713
CARS	0	0	0	0	0	0	0	0	0	0	0	0	0
HEAVY TRUCKS	0	0	0	0	0	0	0	0	0	0	0	0	0
COMMUNICATION EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0	0
N.D.B. (LINES 17-19 @100%)	0	14,441	14,441	24,068	33,695	43,322	43,322	43,322	67,390	72,203	38,509	0	394,713
ACCUMULATED	0	14,441	28,882	52,950	86,645	129,967	173,289	216,611	284,001	355,204	394,713	394,713	0
DEPRECIATION	0	2,888	2,888	4,814	6,739	8,664	8,664	8,664	13,478	14,441	7,702	0	0
ACCUM DEPRECIATION	0	2,888	5,776	10,590	17,329	25,993	34,657	43,321	56,799	71,240	78,942	78,942	0
THREE YEAR PROPERTY													
SOFTWARE	4,200	0	0	0	0	0	0	0	0	0	0	0	4,200
N.D.B. (LINES 17-19 @100%)	4,200	0	0	0	0	0	0	0	0	0	0	0	4,200
ACCUMULATED	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200
DEPRECIATION	1,400	0	0	0	0	0	0	0	0	0	0	0	0
ACCUM DEPRECIATION	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
REAL PROPERTY													
BUILDINGS	0	0	0	0	0	0	0	0	0	0	1,150,000	0	1,150,000
ACCUMULATED	0	0	0	0	0	0	0	0	0	0	1,150,000	1,150,000	1,150,000
DEPRECIATION	0	0	0	0	0	0	0	0	0	0	3,692	0	0
ACCUM DEPRECIATION	0	0	0	0	0	0	0	0	0	0	3,692	3,692	0
TOTAL ACCUM. DEPR.	32,648	47,899	61,793	108,936	131,866	162,415	211,485	249,920	278,325	280,315	362,014	362,014	362,014
LESS: PROV. YEAR TO DATE	0	2,721	6,837	9,612	16,532	30,948	49,729	76,689	111,335	153,082	195,493	278,754	369,851
SUBTOTAL	32,648	45,178	54,956	99,324	115,334	131,467	161,756	173,231	166,990	127,233	166,521	83,260	83,260
REMAINING PERIODS	12	11	10	9	8	7	6	5	4	3	2	1	1
MONTHLY PROV.(LINE 54)(LINE 56)	2,721	4,116	5,496	11,036	14,417	18,781	28,959	34,646	41,748	42,411	83,260	83,260	368,851
ON CURRENT ADDITIONS													
Total Tax Basis Additions 13,698,751													
DEPRECIATION ON PROPERTY @													
U.P.S. Prior to 2007	718,177	718,177	718,177	718,177	718,177	718,177	718,177	718,177	718,177	718,177	718,177	718,177	8,618,124
2008 Additions	2,721	4,116	5,496	11,036	14,417	18,781	28,959	34,646	41,748	42,411	83,260	83,260	369,851
2007 Additions in 2008	76,601	76,601	76,601	76,601	76,601	76,601	76,601	76,601	76,601	76,601	76,601	76,601	919,212
TOTAL DEPRECIATION	797,499	798,894	800,274	805,814	808,195	813,559	821,737	829,424	836,526	837,189	878,039	878,039	9,908,187
ACCUMULATED	797,499	1,595,393	2,395,666	3,202,481	4,011,675	4,825,234	5,646,872	6,476,396	7,312,921	8,102,149	9,095,187	9,908,187	0
Accum Depr on 2008 Additions	2,721	6,837	12,332	23,369	37,785	56,566	83,526	118,172	159,919	202,330	285,591	368,851	12
Numeric Month	1	2	3	4	5	6	7	8	9	10	11	12	

KENTUCKY-AMERICAN WATER COMPANY
TAX BASIS WATER PROPERTY - DEPRECIATION EXPENSE Years 2 & 3
CASE NO: 2007-00143

	2007 UPIS Additions		2008 UPIS Additions	
	2008 2nd Year	2009 3rd Year	2009 2nd Year	2010 3rd Year
TWENTY YEAR PROPERTY				
WATER PROPERTY				
UPIS Additions	8,426,533	8,426,533	11,865,190	11,865,190
Depreciation Rate	4.000%	4.000%	4.000%	4.000%
Tax Dep Expense	337,061	337,061	474,608	474,608
SEVEN YEAR PROPERTY				
OFFICE FURN. & FIX.				
UPIS Additions	914,879	914,879	284,648	284,648
Depreciation Rate	24.490%	17.490%	24.490%	17.490%
Tax Dep Expense	224,054	160,012	69,710	49,785
FIVE YEAR PROPERTY				
LIGHT TRUCKS				
CARS				
HEAVY TRUCKS				
COMMUNICATION EQUIPMENT				
UPIS Additions	470,306	470,306	394,713	394,713
Depreciation Rate	32.000%	19.200%	32.000%	19.200%
Tax Dep Expense	150,498	90,299	126,308	75,785
THREE YEAR PROPERTY				
Software				
UPIS Additions	34,028	34,028	4,200	4,200
Depreciation Rate	44.450%	14.810%	44.450%	14.810%
Tax Dep Expense	15,125	5,040	1,867	622
REAL PROPERTY				
BUILDINGS				
UPIS Additions	7,506,535	7,506,535	1,150,000	1,150,000
Depreciation Rate	2.564%	2.564%	2.564%	2.564%
Tax Dep Expense	192,468	192,468	29,486	29,486
Annual Depreciation	919,206	784,880	701,979	630,286
Monthly Depreciation	76,601	65,407	58,498	52,524

COMPANY: KENTUCKY-AMERICAN WATER COMPANY
Tax Depreciation Rates
Half Year Convention
CASE NO: 2007-00143

Year 1	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
25 Yr Water Property	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
7 Year Property	14.29%	14.29%	14.29%	14.29%	14.29%	14.29%	14.29%	14.29%	14.29%	14.29%	14.29%	14.29%
5 Year Property	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%
3 Year Property	33.33%	33.33%	33.33%	33.33%	33.33%	33.33%	33.33%	33.33%	33.33%	33.33%	33.33%	33.33%
Real Property	2.461%	2.247%	2.033%	1.819%	1.605%	1.391%	1.177%	0.963%	0.749%	0.535%	0.321%	0.107%
Bonus Depreciation	50.000%	50.000%	50.000%	50.000%	50.000%	50.000%	50.000%	50.000%	50.000%	50.000%	50.000%	50.000%
Year 2												
25 Yr Water Property	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%
7 Year Property	24.49%	24.49%	24.49%	24.49%	24.49%	24.49%	24.49%	24.49%	24.49%	24.49%	24.49%	24.49%
5 Year Property	32.00%	32.00%	32.00%	32.00%	32.00%	32.00%	32.00%	32.00%	32.00%	32.00%	32.00%	32.00%
3 Year Property	44.45%	44.45%	44.45%	44.45%	44.45%	44.45%	44.45%	44.45%	44.45%	44.45%	44.45%	44.45%
Real Property	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%
Year 3												
25 Yr Water Property	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%
7 Year Property	17.49%	17.49%	17.49%	17.49%	17.49%	17.49%	17.49%	17.49%	17.49%	17.49%	17.49%	17.49%
5 Year Property	19.20%	19.20%	19.20%	19.20%	19.20%	19.20%	19.20%	19.20%	19.20%	19.20%	19.20%	19.20%
3 Year Property	14.810%	14.81%	14.81%	14.81%	14.81%	14.81%	14.81%	14.81%	14.81%	14.81%	14.81%	14.81%
Real Property	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%	2.564%

	Kentucky American Water Company UPIS Additions per Construction File CASE NO: 2107-00143											
	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007
301000 ORGANIZATION	5,707	0	0	0	0	0	0	0	0	0	0	0
302000 FRANCHISE/CONSENTS	0	0	0	0	0	0	0	0	0	0	0	0
303100 OTHER PIE INTANGIBLES	(3,838)	0	0	0	0	0	0	0	0	0	0	0
303500 OTHER PIE COMPREHENSIVE STUDIES	0	0	0	0	0	0	0	0	0	0	0	0
310100 WATER RIGHTS	0	0	0	0	0	0	0	0	0	0	0	0
310200 RESERVOIR LAND	0	0	0	0	0	0	0	0	0	0	0	0
310300 OTHER SS LAND	105,496	271,487	17,995	0	0	0	0	0	0	25,000	10,000	10,000
311000 SS STRUCTURES & IMPROVEMENTS	0	0	0	0	0	0	0	0	0	0	0	0
312000 COIL & INFOLDING RESERV	0	0	0	0	0	0	0	0	0	0	0	0
313000 LAKE, RIVER, & OTHER INTAKES	0	0	0	0	0	0	0	0	0	0	0	0
314000 WELLS & SPRINGS	0	0	0	0	0	0	0	0	0	0	0	0
316000 SUPPLY MAINS	0	0	0	0	0	0	0	0	0	0	0	0
320000 PUMPING LAND & LAND RIGHTS	0	0	441,000	0	0	0	0	0	0	0	0	0
321000 PUMPING STRUCTURES & IMPROVEMENTS	(1,935)	0	0	0	0	0	0	0	0	0	0	0
322000 BOILER PLANT EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0
323200 OTHER POWER PROD EQPT	19,873	19,873	0	0	50,000	0	319,977	25,000	25,000	0	0	0
325000 DIESEL PUMPING EQUIPMENT	0	0	275,000	0	0	0	775,000	0	0	0	0	0
327000 HYDRAULIC PUMPING EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0
328200 GASOLINE PUMPING EQPT	2,293	0	0	0	0	0	0	0	0	0	0	0
328300 OTHER PUMPING EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0
330000 LAND AND LAND RIGHTS	4,165	0	0	0	0	0	0	0	0	0	0	0
331000 WT STRUCTURES & IMPROVEM	0	0	240,000	0	0	0	2,784,764	0	0	0	0	5,000
332000 WATER TREATMENT EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0
334000 WATER TREATMENT - GAC	0	0	2,521	0	0	0	0	0	0	0	0	0
340000 LAND AND LAND RIGHTS	2,521	0	0	0	0	0	0	0	0	0	0	0
340100 T & D LAND & RIGHTS OF WAY	0	0	0	0	0	0	0	0	0	0	0	0
340110 T & D LAND	0	0	0	0	0	0	0	0	0	0	0	0
340120 T & D RIGHTS OF WAY	18	0	0	0	0	0	0	0	0	0	0	0
341000 DIST RES & STANDPIPE LAND	0	0	0	0	0	0	0	0	0	0	0	0
342000 DIST RES & STANDPIPES	0	0	0	0	0	0	791,242	50,000	50,000	5,000	5,000	0
343000 T & D MAINS	(305,423)	1,473,460	2,016,031	555,000	787,000	1,030,000	2,274,506	3,076,208	1,429,891	3,656,313	846,955	0
345000 SERVICES	223,969	17,001	74,051	95,950	133,079	171,090	171,090	285,140	285,140	149,510	154,642	0
346000 METERS	0	0	0	0	0	0	0	0	0	0	0	0
346100 METERS - BRONZE CASE	0	0	0	0	0	0	0	0	0	0	0	0
346200 METERS - PLASTIC CASE	(5,520)	0	61,323	102,204	143,085	183,968	183,968	286,171	306,612	111,633	215,420	0
346300 METERS - OTHER	(16,940)	248,953	249,720	1,278	1,789	2,300	2,300	3,578	3,834	767	3,323	0
347000 METER INSTALLATIONS	63,440	404	7,302	11,498	16,089	20,695	20,695	32,195	34,494	6,898	29,895	0
348000 HYDRANTS	4,329	67,481	104,281	28,000	39,200	50,400	63,623	50,400	157,778	64,000	42,800	46,800
388200 STORES SHOP & GARAGE LAND	0	0	0	0	0	0	0	0	0	0	0	0
390100 OFFICE STRUCTURES	33,701	0	0	0	0	40,000	0	0	0	0	0	0
390200 STORES, SHOP & GAR STRUCT	0	0	0	0	0	0	0	0	0	0	0	0
390300 MISC STRUCTURES	55,381	17,848	17,848	0	0	0	0	0	0	0	0	0
391100 OFFICE FURNITURE	20,415	0	2,400	4,000	5,600	7,200	7,200	11,200	13,000	5,400	6,400	0
391200 MAINFRAME COMP & PERIPH EQPT	(2,275)	13,591	17,941	6,750	9,459	12,150	12,150	18,900	23,250	10,525	11,075	0
391210 PERSONAL COMP & PERIPH EQPT	(19,941)	66,224	636,224	0	0	0	0	0	0	0	0	0
391220 OTHER OFFICE MACH & EQPT	0	0	0	0	0	0	0	0	0	0	0	0
391230 MAINFRAME SOFTWARE	(2,512)	0	1,260	2,100	2,940	3,780	3,780	5,600	6,300	1,260	5,460	0
391260 PERSONAL COMP SOFTWARE	0	0	0	0	0	0	0	0	0	0	0	0
391280 OTHER SOFTWARE	0	0	0	0	0	0	0	0	0	0	0	0
391300 OTHER OFFICE EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0
392110 TRANS EQUIP - LIGHT TRUCKS	(40,116)	0	0	0	19,652	117,555	99,260	0	0	0	0	0

Kentucky-American Water Company UPS Additions per Construction File CASE NO: 2007-00143		Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007
392120	TRANS EQUIP - HEAVY TRUCKS	2,197	0	0	0	0	0	240,000	0	0	0	0	0
392200	TRANS EQUIP - CARS	(500)	0	0	0	0	0	29,200	0	0	0	0	0
392300	OTHER TRANS EQUIP	(1,463)	0	0	0	0	0	0	0	0	0	0	0
393000	STORES EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0
394000	TOOLS, SHOP, & GARAGE EQUIP	(36,372)	37,916	60,300	7,750	10,850	13,950	118,950	33,950	74,700	23,250	4,650	20,150
395000	LABORATORY EQUIPMENT	0	0	6,000	33,000	0	0	0	0	0	0	0	0
396000	POWER OPERATED EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0
397000	COMMUNICATION EQUIPMENT	907	226	226	1,500	0	0	0	0	0	0	0	0
397100	COMMUNICATION EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0
397200	COMMUNICATION EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0
398000	MISC EQUIPMENT	1,764	0	0	0	0	0	0	0	0	0	0	0
399000	OTHER TANGIBLE PROPERTY	0	0	0	0	0	0	0	0	0	0	0	0
354100	COLLECTIVE SYSTEM STRUCTURES SWR	0	0	0	0	0	0	0	0	0	0	0	0
371100	ELECTRIC PUMPING EQUIPMENT SWR	0	0	0	0	0	0	0	0	0	0	0	0
	TOTAL UTILITY PLANT IN SERVICE	(29,744)	2,090,110	4,504,528	906,125	1,249,934	1,653,090	7,898,106	1,616,416	4,007,750	2,261,437	8,197,248	1,450,118
Kentucky-American Water Company Separation of Tax Basis Property CASE NO: 2007-00143													
	Total Tax Additions 2007		26,224,516		25,778,815								
	Total Land		445,703										
	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007	
(3,54,051)	\$1,695,751	\$2,956,552	\$441,664	\$932,746	\$1,075,550	\$4,168,835	\$784,048	\$5,347,059	(\$972,988)	\$2,999,734	\$879,246		
(1,801)	79,615	656,265	10,750	15,050	19,350	19,350	19,350	30,100	32,250	16,925	17,475		
(2,512)	0	1,260	2,100	2,940	3,780	3,780	3,780	5,680	5,300	1,260	5,460		
(40,118)	0	0	0	18,652	117,556	99,260	0	0	0	0	0		
(500)	0	0	0	0	0	29,200	0	0	0	0	0		
2,197	226	226	1,500	0	0	240,000	0	0	0	0	0		
50,611	17,848	459,848	0	0	0	2,764,764	0	0	0	0	4,181,464	5,000	
5,725	105,495	271,487	17,895	0	0	25,000	0	25,000	10,000	10,000	10,000		
(331,543)	1,889,135	4,244,536	473,929	870,568	1,216,236	7,345,188	807,176	2,383,039	(609,438)	7,208,383	917,181		
	301,800	190,982	259,890	432,195	379,346	436,854	552,917	809,238	1,624,711	3,070,873	988,865	542,937	
	54,021	56,813	56,717	66,536	76,862	92,124	72,173	81,680	86,247	87,471	48,112	55,807	
	45,460	47,831	48,927	54,340	64,516	75,270	59,255	67,422	71,536	71,598	39,247	40,870	
	293,259	182,000	250,000	420,000	365,000	420,000	540,000	795,000	1,610,000	3,055,000	980,000	528,000	
	301,800	190,982	259,890	432,196	379,346	436,854	552,917	809,238	1,624,711	3,070,873	988,865	542,937	
	0	0	0	0	0	0	0	0	0	0	0	0	
	Check Total												

Kentucky-American Water Company UPS Additions per Construction File CASE NO: 2007-00143		Jan-2008	Feb-2008	Mar-2008	Apr-2008	May-2008	Jun-2008	Jul-2008	Aug-2008	Sep-2008	Oct-2008	Nov-2008
301000	ORGANIZATION	0	0	0	0	0	0	0	0	0	0	0
302000	FRANCHISE/CONSENTS	0	0	0	0	0	0	0	0	0	0	0
303000	OTHER PIPE INTANGIBLES	0	0	0	0	0	0	0	0	0	0	0
303500	OTHER PIPE COMPREHENSIVE STUDIES	0	0	0	0	0	0	0	0	0	0	0
310100	WATER RIGHTS	0	0	0	0	0	0	0	0	0	0	0
310200	RESERVOIR LAND	0	0	0	0	0	0	0	0	0	0	0
310500	OTHER SS LAND	5,000	0	41,242	41,242	82,484	82,484	123,725	123,725	123,725	82,484	41,242
311000	SS STRUCTURES & IMPROVEMENTS	0	0	0	0	0	0	0	0	0	0	1,150,000
312000	COLL & IMPOUNDING RESERV	0	0	0	0	0	0	0	0	0	0	0
313000	LAKE, RIVER, & OTHER INTAKES	0	0	0	0	0	0	0	0	0	0	0
314000	WELLS & SPRINGS	0	0	0	0	0	0	0	0	0	0	0
316000	SUPPLY MAINS	0	0	0	0	0	0	0	0	0	0	0
320000	PUMPING LAND & LAND RIGHTS	0	0	0	0	0	0	0	0	0	0	0
320500	PUMPING STRUCTURES & IMPROVEMENTS	0	0	0	0	0	0	0	0	0	0	0
321000	BOILER PLANT EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
323200	OTHER POWER PROD EQPT	0	0	0	0	0	0	0	0	0	0	0
325000	ELECTRIC PUMPING EQUIPMENT	200,000	300,000	300,000	200,000	0	0	0	0	0	0	0
325500	DIESEL PUMPING EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
327500	HYDRAULIC PUMPING EQUIPMENT	0	2,407	2,407	4,011	5,616	7,220	7,220	7,220	11,232	12,034	2,407
328200	GASOLINE PUMPING EQPT	0	0	0	0	0	0	0	0	0	0	0
328300	OTHER PUMPING EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
330000	LAND AND LAND RIGHTS	0	0	0	0	0	0	0	0	0	0	0
331000	WT STRUCTURES & IMPROVANT	0	0	0	0	0	0	0	0	0	0	0
332000	WATER TREATMENT EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
334000	WATER TREATMENT - GAC	0	0	0	0	0	0	0	0	0	0	0
340000	LAND AND LAND RIGHTS	0	0	0	0	0	0	0	0	0	0	0
340100	T & D LAND & RIGHTS OF WAY	0	0	0	0	0	0	0	0	0	0	0
340120	T & D LAND	0	0	0	0	0	0	0	0	0	0	0
340120	T & D RIGHTS OF WAY	0	0	0	0	0	0	0	0	0	0	0
340200	DIST RES & STANDPIPE LAND	0	0	0	0	0	0	0	0	0	0	0
341000	T & D STRUCTURES & IMP	0	0	0	0	0	0	0	0	0	0	0
342000	DIST RES & STANDPIPES	0	0	0	0	0	0	0	0	0	0	0
343000	T & D MAINS	910,000	279,186	279,186	1,065,311	651,435	837,959	1,711,622	1,627,532	1,302,870	1,295,932	3,994,158
345000	SERVICES	190,101	57,762	57,762	95,271	134,780	173,288	173,288	173,288	269,559	269,559	121,943
346000	METERS	0	0	0	0	0	0	0	0	0	0	0
346100	METERS - BRONZE CASE	0	0	0	0	0	0	0	0	0	0	0
346200	METERS - PLASTIC CASE	284,400	60,550	60,550	101,084	141,518	181,952	181,952	181,952	283,038	303,258	161,794
346300	METERS - OTHER	2,856	0	0	0	0	0	0	0	0	0	0
347000	METER INSTALLATIONS	22,995	9,496	6,740	11,232	15,724	20,218	20,218	20,218	31,440	33,698	6,740
348000	HYDRANTS	56,000	19,254	19,254	32,090	43,927	57,763	57,763	57,763	89,653	95,271	51,344
389200	STORES SHOP & GARAGE LAND	0	0	0	0	0	0	0	0	0	0	0
390100	OFFICE STRUCTURES	0	0	0	0	0	0	0	0	0	0	0
390200	STORES, SHOP & GAR STRUCT	0	0	0	0	0	0	0	0	0	0	0
390300	MISC STRUCTURES	0	0	0	0	0	0	0	0	0	0	0
391100	OFFICE FURNITURE	8,600	4,814	4,814	8,923	11,232	14,441	14,441	14,441	22,463	24,068	12,937
391200	MAINFRAME COMP & PERIPH EQPT	13,500	4,814	4,814	8,923	11,232	14,441	14,441	14,441	22,463	24,068	12,937
391210	PERSONAL COMP & PERIPH EQPT	0	0	0	0	0	0	0	0	0	0	0
391220	OTHER OFFICE MACH & EQPT	0	0	0	0	0	0	0	0	0	0	0
391230	OFFICE MACH & EQPT - SOFTWARE	0	0	0	0	0	0	0	0	0	0	0
391260	MAINFRAME SOFTWARE	4,200	0	0	0	0	0	0	0	0	0	0
391280	PERSONAL COMP SOFTWARE	0	0	0	0	0	0	0	0	0	0	0
391300	OTHER SOFTWARE	0	0	0	0	0	0	0	0	0	0	0
391310	OTHER OFFICE EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
392110	TRANS EQUIP - LIGHT TRUCKS	0	14,441	14,441	24,068	33,695	43,322	43,322	43,322	67,390	72,203	30,509

Kentucky-American Water Company UPIS Additions per Construction File CASE NO: 2007-00143											
	Jan-2008	Feb-2008	Mar-2008	Apr-2008	May-2008	Jun-2008	Jul-2008	Aug-2008	Sep-2008	Oct-2008	Nov-2008
382120 TRANS EQUIP - HEAVY TRUCKS	0	0	0	0	0	0	0	0	0	0	0
382200 TRANS EQUIP - CARS	0	0	0	0	0	0	0	0	0	0	0
382300 OTHER TRANS EQUIP	0	0	0	0	0	0	0	0	0	0	0
393000 STORES EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
394000 TOOLS, SHOP, & GARAGE EQUIP	22,000	28,882	28,882	48,135	67,390	86,644	86,644	66,644	134,779	144,407	77,018
395000 LABORATORY EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
396000 POWER OPERATED EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
397000 COMMUNICATION EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
397100 COMMUNICATION EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
397200 COMMUNICATION EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
399000 MISC EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
399000 OTHER TANGIBLE PROPERTY	0	0	0	0	0	0	0	0	0	0	0
354100 COLLECTIVE SYSTEM STRUCTURES SWR	0	0	0	0	0	0	0	0	0	0	0
371100 ELECTRIC PUMPING EQUIPMENT SWR	0	0	0	0	0	0	0	0	0	0	0
TOTAL UTILITY PLANT IN SERVICE	1,638,761	781,706	820,192	2,539,491	1,200,033	1,519,332	2,434,636	2,350,546	2,358,820	2,377,234	5,670,769
Kentucky-American Water Company Segregation of Tax Basis Property CASE NO: 2007-00143											
	Total Additions 2001		14,445,164								
	Total Land		747,353	13,698,751							
	Jan-2008	Feb-2008	Mar-2008	Apr-2008	May-2008	Jun-2008	Jul-2008	Aug-2008	Sep-2008	Oct-2008	Nov-2008
WATER PROPERTY	\$1,408,823	\$654,339	\$476,497	\$2,001,792	\$649,034	\$887,887	\$1,813,954	\$1,282,212	\$425,343	(\$866,497)	\$3,331,805
OFFICE FURN & FIX	21,500	9,628	9,628	16,046	22,464	28,882	28,882	28,882	44,926	48,136	29,574
SOFTWARE	4,200	0	0	0	0	0	0	0	0	0	0
LIGHT TRUCKS	0	14,441	14,441	24,068	33,695	43,322	43,322	43,322	67,390	72,203	38,509
CARS	0	0	0	0	0	0	0	0	0	0	0
HEAVY TRUCKS	0	0	0	0	0	0	0	0	0	0	0
COMMUNICATION EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
BUILDINGS	0	0	0	0	0	0	0	0	0	0	0
Land	5,000	0	41,242	41,242	82,484	82,484	123,725	123,725	123,725	82,484	1,150,000
Total Tax Basis Property	1,439,523	578,409	541,808	2,083,148	787,677	1,042,575	2,009,883	1,478,141	661,384	(763,674)	4,587,231
Check Total before Temporary Diff	199,238	203,298	278,384	456,343	412,356	476,757	424,753	872,405	1,697,436	3,140,908	1,083,538
Book AFUDC	56,913	58,033	77,385	100,327	133,138	165,482	191,421	216,773	250,380	278,949	275,299
Tax AFUDC	40,990	40,650	53,860	70,786	94,528	117,461	135,414	154,973	177,520	195,956	194,354
Net Non-Taxable Cust Adv/CIAC	182,915	184,915	254,059	426,802	373,746	428,746	368,746	808,605	1,624,576	3,057,915	992,633
Total Net Temporary Differences	199,238	203,298	278,384	456,343	412,356	476,757	424,753	872,405	1,697,436	3,140,908	1,083,538
Check Total	0	0	0	0	0	0	0	0	0	0	0

Kentucky-American Water Co
Deferred Maintenance Balance
CASE ID: 2007-00143

Work Order No. Starting Date Ending Date Amort. Period TOTAL Cost Initial Amount Amort. Amount Last Month Amount	Paint Parkers Mill Tank	Paint Hull Tank	Paint Mercer Road Tank	Paint Clearwell	Paint MRS Clearwell	Paint Cox Street Tank	Paint KRS WW Tanks	Paint Creswell	Paint MRS Clearwell	Paint Cox Street Tank	Paint KRS WW Tanks	RRS WW Tanks	Paint Hydrotreator # 9	Paint Hydrotreator # 10	Paint Hydrotreator # 11	Paint Hydrotreator # 12	Paint Hydrotreator # 13	Paint Hydrotreator # 14	Paint Hydrotreator # 15	Paint Hydrotreator # 16	Paint Hydrotreator # 17	Paint Hydrotreator # 18	Paint Hydrotreator # 19	Paint Hydrotreator # 20	
818	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
May-1992	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Apr-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,840.03	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,340.25	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,520.09	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Jan-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Feb-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Mar-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Apr-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
May-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Jun-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Jul-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Aug-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Sep-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Oct-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Nov-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Dec-2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Jan-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Feb-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Mar-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Apr-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
May-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Jun-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Jul-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Aug-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Sep-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Oct-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Nov-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Dec-2008	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Balance at End of Base Period	\$ 6,574	\$ 758	\$ 603	\$ 12,905	\$ 10,664	\$ 27,209	\$ 9,951	\$ 15,397	\$ 5,644	\$ 28,118	\$ 41,027	\$ 48,409	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049
Balance at End of Forecast Period	\$ 6,574	\$ 758	\$ 603	\$ 12,905	\$ 10,664	\$ 27,209	\$ 9,951	\$ 15,397	\$ 5,644	\$ 28,118	\$ 41,027	\$ 48,409	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049	\$ 57,049
Average Balance for the Forecasted Period	\$ 1,751	\$ 202	\$ 214	\$ 3,430	\$ 5,269	\$ 7,245	\$ 6,340	\$ 4,297	\$ 21,260	\$ 31,021	\$ 35,050	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161	\$ 35,161

Kentucky-American Water Co
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Work Order No. Starting Date Ending Date Amount Period Total Cost Initial Amount Amount Last Month Amort	Paint Hydroblaster #7	Overhaul Travel Screens	Blast & Paint Hume Road Tank	Paint Hydroblaster #1	Paint Hydroblaster #2	Repair Coc Street Tank	York Street Tank Repairs	Paint Tales Creek
1039	Nov-1997	1043	1051	1030	1163	1094	1164	1105
Nov-1997	Nov-1997	Nov-1997	Aug-1998	Dec-2000	Dec-2000	Dec-2000	Dec-2000	Dec-2004
Oct-2012	Oct-2007	Oct-2013	Jul-2013	Nov-2015	Nov-2015	Nov-2015	Nov-2015	Nov-2019
160	120	160	160	180	180	160	160	160
\$ 230,747.40	\$ 57,997.20	\$ 386,982.00	\$ 264,466.80	\$ 324,176.20	\$ 74,998.80	\$ 49,703.40	\$ 68,382.39	\$ 68,382.39
1,281.93	483.31	2,059.45	1,469.26	1,800.99	416.66	276.13	379.91	379.91
1,281.93	478.06	2,151.84	1,469.26	1,800.99	416.66	276.13	379.91	379.91
Jan-2007	\$3,666.45	\$167,692.20	\$155,741.56	\$150,904.94	\$44,165.95	\$28,269.78	\$39,627.88	\$59,627.88
Feb-2007	87,171.24	3,393.17	165,542.30	154,272.30	189,103.95	43,749.30	28,993.65	59,245.65
Mar-2007	65,869.31	2,699.86	163,392.40	152,803.04	187,302.96	43,332.64	28,717.52	58,963.42
Apr-2007	84,807.38	2,416.55	161,242.58	151,333.78	185,581.37	42,915.96	28,441.39	58,681.19
May-2007	63,343.55	1,915.24	159,092.50	149,604.50	183,700.98	42,499.32	28,165.20	58,399.95
Jun-2007	82,452.52	1,414.93	156,937.60	147,452.60	181,819.50	42,082.68	27,889.03	58,118.72
Jul-2007	60,764.55	566.62	154,782.60	145,295.60	180,088.00	41,666.00	27,613.00	57,837.50
Aug-2007	79,179.66	483.31	152,627.60	143,138.60	178,288.01	41,249.34	27,336.87	57,556.27
Sep-2007	78,187.73	0.00	150,472.60	141,081.60	176,487.02	40,832.68	27,060.74	57,275.04
Oct-2007	75,015.80	0.00	148,316.60	139,924.60	174,686.03	40,416.02	26,784.61	56,993.81
Nov-2007	75,015.80	0.00	146,160.60	137,768.60	172,885.04	39,999.36	26,508.46	56,712.58
Dec-2007	74,351.94	0.00	144,004.60	135,612.60	171,084.05	39,582.70	26,232.35	56,431.35
Jan-2008	73,070.01	0.00	141,848.60	133,456.60	169,283.06	39,166.04	25,956.22	56,150.12
Feb-2008	71,788.08	0.00	139,692.60	131,300.60	167,482.07	38,749.39	25,680.09	55,868.89
Mar-2008	70,506.15	0.00	137,536.60	129,144.60	165,678.08	38,332.72	25,403.96	55,587.66
Apr-2008	69,224.22	0.00	135,380.60	127,088.60	163,874.09	37,916.05	25,127.83	55,306.43
May-2008	67,942.29	0.00	133,224.60	125,032.60	162,069.10	37,499.40	24,851.70	55,025.20
Jun-2008	66,660.36	0.00	131,068.60	122,976.60	160,264.11	37,082.74	24,575.57	54,743.97
Jul-2008	65,378.43	0.00	128,912.60	120,920.60	158,459.12	36,666.08	24,299.44	54,462.74
Aug-2008	64,096.50	0.00	126,756.60	118,864.60	156,654.13	36,249.42	24,023.31	54,181.51
Sep-2008	62,814.57	0.00	124,600.60	116,808.60	154,849.14	35,832.76	23,747.18	53,900.28
Oct-2008	61,532.64	0.00	122,444.60	114,752.60	153,044.15	35,416.10	23,471.05	53,619.05
Nov-2008	60,250.71	0.00	120,288.60	112,696.60	151,239.16	34,999.44	23,194.92	53,337.82
Balance at End of Base Period	\$ 60,762	\$ 697	\$ 154,763	\$ 146,626	\$ 160,099	\$ 41,666	\$ 27,613	\$ 57,335
Balance at End of Forecasted Period	\$ 60,251	\$ -	\$ 120,394	\$ 123,418	\$ 151,263	\$ 34,999	\$ 23,195	\$ 51,219
Average Balance for the Forecasted Period	\$ 67,942	\$ -	\$ 133,254	\$ 132,233	\$ 162,089	\$ 37,499	\$ 24,652	\$ 53,512

Kentucky-American Water Co
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Work Order No. Starting Date Ending Date Amort. Period Total Cost Initial Amount Amort. Amount Last Month Amort	Sadeville Standpipe Repairs 1105 Dec-2004 Nov-2019 180 148.45 148.45 147.50	Cox Street Tank Repairs 50030635 Dec-2004 Nov-2019 180 34,193.78 192.09 192.09	Paint Cox Street Storage Tank Jun-2005 May-2020 160 \$250,000.00 1,388.89 1,388.89	Paint York Street Tank Jun-2005 May-2020 160 \$250,000.00 1,388.89 1,388.89	Paint Sadeville Tank Jun-2005 May-2020 160 \$170,000.00 944.45 944.45	Clean NRS Dec-2004 Nov-2005 24 7,083.34 7,083.34	Deferred Maintenance Taxes	Deferred State Income Taxes	Deferred Federal Income Taxes	Amort	Deferred State Expense	Deferred Federal Expense
Jan-2007	\$23,156.64	\$29,635.32	\$0.00	\$0.00	\$0.00	\$0.00	\$1,282,810.20	\$105,901.85	\$411,942.44	\$26,468.44	\$2,185.00	\$2,185.00
Feb-2007	23,069.20	29,445.35	0.00	0.00	0.00	0.00	\$1,256,320.82	\$104,948.47	\$408,436.82	\$26,468.44	\$2,185.00	\$2,185.00
Mar-2007	22,983.76	29,255.38	0.00	0.00	0.00	0.00	\$1,229,831.38	\$104,491.09	\$398,429.86	\$26,468.44	\$2,185.00	\$2,185.00
Apr-2007	22,898.32	29,065.41	0.00	0.00	0.00	0.00	\$1,203,341.94	\$104,033.71	\$388,423.41	\$26,468.44	\$2,185.00	\$2,185.00
May-2007	22,812.88	28,875.44	0.00	0.00	0.00	0.00	\$1,176,852.50	\$103,576.33	\$378,416.95	\$26,468.44	\$2,185.00	\$2,185.00
Jun-2007	22,727.44	28,685.47	0.00	0.00	0.00	0.00	\$1,150,363.06	\$103,118.95	\$368,410.49	\$26,468.44	\$2,185.00	\$2,185.00
Jul-2007	22,641.99	28,495.50	0.00	0.00	0.00	0.00	\$1,123,873.62	\$102,661.57	\$358,404.03	\$26,468.44	\$2,185.00	\$2,185.00
Aug-2007	22,556.55	28,305.53	0.00	0.00	0.00	0.00	\$1,097,384.18	\$102,204.19	\$348,397.57	\$26,468.44	\$2,185.00	\$2,185.00
Sep-2007	21,959.12	28,115.56	0.00	0.00	0.00	0.00	\$1,070,894.74	\$101,746.81	\$338,391.11	\$26,468.44	\$2,185.00	\$2,185.00
Oct-2007	21,972.24	27,925.59	0.00	0.00	0.00	0.00	\$1,044,405.30	\$101,289.43	\$328,384.65	\$26,468.44	\$2,185.00	\$2,185.00
Nov-2007	21,985.36	27,735.62	0.00	0.00	0.00	0.00	\$1,017,915.86	\$100,832.05	\$318,378.19	\$26,468.44	\$2,185.00	\$2,185.00
Dec-2007	21,998.48	27,545.65	0.00	0.00	0.00	0.00	\$991,426.42	\$100,374.67	\$308,371.73	\$26,468.44	\$2,185.00	\$2,185.00
Jan-2008	21,375.35	27,355.68	0.00	0.00	0.00	0.00	\$1,012,936.98	\$100,917.29	\$300,365.27	\$26,468.44	\$2,185.00	\$2,185.00
Feb-2008	21,226.92	27,165.71	0.00	0.00	0.00	0.00	\$986,447.54	\$100,459.91	\$290,358.81	\$26,468.44	\$2,185.00	\$2,185.00
Mar-2008	21,078.48	26,975.74	0.00	0.00	0.00	0.00	\$960,958.10	\$100,002.53	\$280,352.35	\$26,468.44	\$2,185.00	\$2,185.00
Apr-2008	20,930.04	26,785.77	0.00	0.00	0.00	0.00	\$935,468.66	\$99,545.15	\$270,345.89	\$26,468.44	\$2,185.00	\$2,185.00
May-2008	20,781.60	26,595.80	0.00	0.00	0.00	0.00	\$909,979.22	\$99,087.77	\$260,339.43	\$26,468.44	\$2,185.00	\$2,185.00
Jun-2008	20,633.16	26,405.83	0.00	0.00	0.00	0.00	\$884,489.78	\$98,630.39	\$250,332.97	\$26,468.44	\$2,185.00	\$2,185.00
Jul-2008	20,484.72	26,215.86	0.00	0.00	0.00	0.00	\$858,999.34	\$98,173.01	\$240,326.51	\$26,468.44	\$2,185.00	\$2,185.00
Aug-2008	20,336.28	26,025.89	0.00	0.00	0.00	0.00	\$833,508.90	\$97,715.63	\$230,320.05	\$26,468.44	\$2,185.00	\$2,185.00
Sep-2008	20,187.84	25,835.92	0.00	0.00	0.00	0.00	\$808,018.46	\$97,258.25	\$220,313.59	\$26,468.44	\$2,185.00	\$2,185.00
Oct-2008	20,039.40	25,645.95	0.00	0.00	0.00	0.00	\$782,528.02	\$96,800.87	\$210,307.13	\$26,468.44	\$2,185.00	\$2,185.00
Nov-2008	19,890.96	25,455.98	0.00	0.00	0.00	0.00	\$757,037.58	\$96,343.49	\$200,300.67	\$26,468.44	\$2,185.00	\$2,185.00
Balance at End of Base Period	\$ 22,200	\$ 28,460	\$	\$	\$	\$	\$ 1,139,021	\$ 93,959	\$ 365,760	\$ (21,440)	\$ (1,769)	\$ (6,895)
Balance at End of Forecasted Period	\$ 19,691	\$ 25,456	\$	\$	\$	\$	\$ 818,600	\$ 67,523	\$ 202,828	\$ (15,718)	\$ (1,297)	\$ (5,047)
Average Balance for the Forecasted Period	\$ 20,792	\$ 26,599	\$	\$	\$	\$	\$ 930,902	\$ 70,799	\$ 298,936	\$ (19,748)	\$ (1,629)	\$ (6,342)

Kentucky-American Water Co
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Work Order No. Starting Date Ending Date Amort. Period Total Cost Initial Amount Amort. Amount Last Month Amort	Tin-Village Paint Long Ridge Tank		Paint Sparks Tank		TRIVILLAGE					
	58033638 Dec-2004 Nov-2019 160	130,000.00 777.78 777.78	50180587 Jan-2007 Dec-2022 160	130,000.00 722.22 722.22	Deferred Maintenance Totals	Deferred State Income Taxes	Deferred Federal Income Taxes	Amort	Deferred State Income Taxes	Deferred PR Expense
Jan-2007	\$126,322.59	\$7,377.00	\$133,699.59	\$11,000.21	\$133,699.59	\$11,000.21	\$42,934.27	\$ (692.78)	\$ (67.00)	\$ (650.00)
Feb-2007	\$125,512.60	\$7,377.00	\$132,889.60	\$10,693.41	\$132,889.60	\$10,693.41	\$42,874.24	\$ (692.78)	\$ (67.00)	\$ (650.00)
Mar-2007	\$124,703.04	\$7,377.00	\$132,080.04	\$10,386.60	\$132,080.04	\$10,386.60	\$42,814.20	\$ (692.78)	\$ (67.00)	\$ (650.00)
Apr-2007	\$123,893.28	\$7,377.00	\$131,270.28	\$10,079.80	\$131,270.28	\$10,079.80	\$42,754.17	\$ (692.78)	\$ (67.00)	\$ (650.00)
May-2007	\$123,083.52	\$130,000.00	\$253,083.52	\$20,879.39	\$253,083.52	\$20,879.39	\$1,271.45	\$ (692.78)	\$ (67.00)	\$ (650.00)
Jun-2007	\$122,273.76	\$130,000.00	\$252,273.76	\$20,476.58	\$252,273.76	\$20,476.58	\$1,211.42	\$ (692.78)	\$ (67.00)	\$ (650.00)
Jul-2007	\$121,464.00	\$130,000.00	\$251,464.00	\$20,073.77	\$251,464.00	\$20,073.77	\$1,151.39	\$ (692.78)	\$ (67.00)	\$ (650.00)
Aug-2007	\$120,654.24	\$130,000.00	\$250,654.24	\$19,670.97	\$250,654.24	\$19,670.97	\$1,091.36	\$ (692.78)	\$ (67.00)	\$ (650.00)
Sep-2007	\$119,844.48	\$130,000.00	\$249,844.48	\$19,268.17	\$249,844.48	\$19,268.17	\$1,031.33	\$ (692.78)	\$ (67.00)	\$ (650.00)
Oct-2007	\$119,034.72	\$130,000.00	\$249,034.72	\$18,865.36	\$249,034.72	\$18,865.36	\$971.30	\$ (692.78)	\$ (67.00)	\$ (650.00)
Nov-2007	\$118,224.96	\$130,000.00	\$248,224.96	\$18,462.56	\$248,224.96	\$18,462.56	\$911.27	\$ (692.78)	\$ (67.00)	\$ (650.00)
Dec-2007	\$117,415.20	\$129,277.78	\$246,692.98	\$18,059.75	\$246,692.98	\$18,059.75	\$851.24	\$ (692.78)	\$ (67.00)	\$ (650.00)
Jan-2008	\$116,605.44	\$128,555.56	\$245,161.00	\$17,656.95	\$245,161.00	\$17,656.95	\$791.21	\$ (692.78)	\$ (67.00)	\$ (650.00)
Feb-2008	\$115,795.68	\$127,833.33	\$243,629.01	\$17,254.14	\$243,629.01	\$17,254.14	\$731.18	\$ (692.78)	\$ (67.00)	\$ (650.00)
Mar-2008	\$114,985.92	\$127,111.11	\$242,097.03	\$16,851.33	\$242,097.03	\$16,851.33	\$671.15	\$ (692.78)	\$ (67.00)	\$ (650.00)
Apr-2008	\$114,176.16	\$126,388.89	\$240,565.05	\$16,448.52	\$240,565.05	\$16,448.52	\$611.12	\$ (692.78)	\$ (67.00)	\$ (650.00)
May-2008	\$113,366.40	\$125,666.67	\$239,033.07	\$16,045.71	\$239,033.07	\$16,045.71	\$551.09	\$ (692.78)	\$ (67.00)	\$ (650.00)
Jun-2008	\$112,556.64	\$124,944.44	\$237,501.08	\$15,642.90	\$237,501.08	\$15,642.90	\$491.06	\$ (692.78)	\$ (67.00)	\$ (650.00)
Jul-2008	\$111,746.88	\$124,222.22	\$235,969.10	\$15,240.09	\$235,969.10	\$15,240.09	\$431.03	\$ (692.78)	\$ (67.00)	\$ (650.00)
Aug-2008	\$110,937.12	\$123,500.00	\$234,437.12	\$14,837.28	\$234,437.12	\$14,837.28	\$371.00	\$ (692.78)	\$ (67.00)	\$ (650.00)
Sep-2008	\$110,127.36	\$122,777.78	\$232,905.14	\$14,434.47	\$232,905.14	\$14,434.47	\$310.97	\$ (692.78)	\$ (67.00)	\$ (650.00)
Oct-2008	\$109,317.60	\$122,055.56	\$231,373.16	\$14,031.66	\$231,373.16	\$14,031.66	\$250.94	\$ (692.78)	\$ (67.00)	\$ (650.00)
Nov-2008	\$108,507.84	\$121,333.33	\$229,841.17	\$13,628.85	\$229,841.17	\$13,628.85	\$190.91	\$ (692.78)	\$ (67.00)	\$ (650.00)
Balance at End of Base Period	\$ 121,464	\$ 130,000	\$ 251,464	\$ 20,746	\$ 251,464	\$ 20,746	\$ 60,751	\$ (810)	\$ (67)	\$ (260)
Balance at End of Forecasted Period	\$ 108,508	\$ 121,333	\$ 229,841	\$ 18,952	\$ 229,841	\$ 18,952	\$ 73,008	\$ (1,532)	\$ (129)	\$ (62)
Average Balance for the Forecasted Period	\$ 113,366	\$ 125,667	\$ 239,033	\$ 19,720	\$ 239,033	\$ 19,720	\$ 76,780	\$ (1,847)	\$ (1,847)	\$ (6,411)

Kentucky-American Water Co
Deferred Maintenance Balance
CASE NO: 2007-00143

Work Order No. Starting Date Ending Date Amount Period Total Cost Initial Amount Amount Amount Last Month Amount	Paint Tank 50100555 Jan-2007 Dec-2022 180 309,000.00 1,711.11 1,711.11 1,711.11	Paint Fairground Tank 50100551 Jan-2007 Dec-2022 180 291,400.00 1,563.33 1,563.33	Deferred Maintenance Totals	Deferred State Income Taxes	Deferred Federal Income Taxes	Amount	Deferred State Expenses	Deferred Federal Expenses	Deferred Expenses													
										Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007	Jan-2008
Jan-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Feb-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Mar-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Apr-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
May-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Jun-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Jul-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Aug-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Sep-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Oct-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Nov-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Dec-2007			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Jan-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Feb-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Mar-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Apr-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
May-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Jun-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Jul-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Aug-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Sep-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Oct-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Nov-2008			\$25,113.45	\$ 2,071.85	\$ 8,034.56	\$0.00	\$0.00	\$0.00	\$0.00													
Balance at End of Base Period			\$ 589,400	\$ 49,678	\$ 189,271	\$ 0	\$ 0	\$ 0	\$ 0													
Balance at End of Forecasted Period			\$ 553,391	\$ 45,654	\$ 177,705	\$ (3,274)	\$ (270)	\$ (270)	\$ (1,052)													
Average Balance for the Forecasted Period			\$ 571,516	\$ 47,150	\$ 183,529	\$ (3,023)	\$ (245)	\$ (245)	\$ (971)													

KENTUCKY-AMERICAN WATER COMPANY		CASE NO: 2007-09143		Amortization Deferred Debits																			
Description	New Acct	Period			Amortization			Month															
		Beginning	Ending	Months	Beginning	Ending	Amount	Jan-2007	Feb-2007	Mar-2007	Apr-2007	May-2007	Jun-2007	Jul-2007	Aug-2007	Sep-2007	Oct-2007	Nov-2007	Dec-2007				
120705	685000	Nov-2010	Dec-2010	120	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	29,592.34	
120705	680000	Jan-2011	Dec-2011	120	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	4,756.67	
120705	680000	Jan-2011	Apr-2011	120	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	1,097.57	
Totals					35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	
Total Amortization Check Total					(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	(35,439.58)	
Total Amortization-Extension					35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	
Less: GAC Amortization					35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	35,439.58	
Net Amortization					0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
SIF Rate and Expense					6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	
Total Deferred Tax Exp - Def Cr					35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	
Total Amortization-Elk Lake					0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Less: GAC Amortization					0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Net Amortization					0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
SIF Rate and Expense					6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	
Total Deferred Tax Exp - Def Cr					35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	
Total Amortization-Overten					0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Less: GAC Amortization					0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Net Amortization					0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
SIF Rate and Expense					6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%	
Total Deferred Tax Exp - Def Cr					35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	35.00%	
Summary of Asset by Account																							
					120705	685000	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	
					120705	566700	16	16	16	16	16	16	16	16	16	16	16	16	16	16	16	16	
					123005	880300	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
					124005	680300	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
					123205	680300	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
							35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	35,437	

