

REVISED SCHEDULE D
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME
KENTUCKY-AMERICAN WATER COMPANY

CASE NO: 2007-00143

Forecasted Test Period: FOR THE TWELVE MONTHS ENDED: NOVEMBER 2008

Base Period: FOR THE TWELVE MONTHS ENDED: JULY 2007

<u>Schedule</u>	<u>Description</u>
D-1	Summary of Adjustments to Operating Income
D-2.1	Detailed Adjustments
D-2.2	Detailed Adjustments
D-2.3	Detailed Adjustments
D-2.4	Detailed Adjustments
D-3	Summary of Jurisdictional Factors
D-4	Jurisdictional Statistics
D-5	Explanation of Change in Jurisdictional Procedures

For electronic version, see KAW_APP_EX37D_REVISIED_062207.pdf

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1
Page 1 of 19
Witness Responsible: M.A. Miller/ S. A. Miller

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

Line No.	Account Number	Description	Base Period	Adj. D-1 Sch D-2.1	Adj. D-2 Sch D-2.2	Adj. D-3 Sch D-2.2	Total Adjustments
Water Revenues							
2	461100	Residential - Billed	\$ 26,552,578	\$ 301,517	\$ -	\$ -	\$ 301,517
3	461110	Residential - Unbilled	\$ (45,585)	\$ 45,585	\$ -	\$ -	\$ 45,585
4	461200	Commercial - Billed	\$ 11,792,139	\$ 947,048	\$ -	\$ -	\$ 947,048
5	461210	Commercial - Unbilled	\$ (55,735)	\$ 55,735	\$ -	\$ -	\$ 55,735
6	461300	Industrial - Billed	\$ 1,388,572	\$ 134,335	\$ -	\$ -	\$ 134,335
7	461310	Industrial - Unbilled	\$ (12,092)	\$ 12,092	\$ -	\$ -	\$ 12,092
8	461400	Miscellaneous - Billed	\$ 15,032	\$ (15,032)	\$ -	\$ -	\$ (15,032)
9	461410	Miscellaneous - Water Sales Billed Unmetered	\$ -	\$ -	\$ -	\$ -	\$ 0
10	462000	Private Fire - Billed	\$ 1,049,486	\$ 16,277	\$ -	\$ -	\$ 16,277
11	462100	Private Fire - Unbilled	\$ -	\$ -	\$ -	\$ -	\$ 0
12	463000	Public Fire - Billed	\$ 2,195,664	\$ 64,760	\$ -	\$ -	\$ 64,760
13	463100	Public Fire - Unbilled	\$ -	\$ -	\$ -	\$ -	\$ 0
14	464200	OPA - Billed	\$ 3,449,213	\$ 331,872	\$ -	\$ -	\$ 331,872
15	464210	OPA - Unbilled	\$ (31,114)	\$ 31,114	\$ -	\$ -	\$ 31,114
16	466000	Sales for Resale - Billed	\$ 1,167,377	\$ (148,933)	\$ -	\$ -	\$ (148,933)
17	466100	Sales for Resale - Unbilled	\$ (2,397)	\$ 2,397	\$ -	\$ -	\$ 2,397
18		Total Water Revenues	\$ 47,464,138	\$ 1,778,767	\$ 0	\$ 0	\$ 1,778,767
Sewer Revenues							
21	461000	Residential - Billed	\$ 165,063	\$ (165,063)	\$ 0	\$ 0	\$ (165,063)
22	461010	Residential - Billed Surcharge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
23	461020	Commercial - Billed	\$ 85,622	\$ (85,622)	\$ 0	\$ 0	\$ (85,622)
24	461030	Commercial - Unbilled	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
25	462210	Industrial - Billed	\$ 18,863	\$ (18,863)	\$ 0	\$ 0	\$ (18,863)
26	462110	Industrial - Unbilled	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
27		Total Sewer Revenues	\$ 269,548	\$ (269,548)	\$ 0	\$ 0	\$ (269,548)
OTHER OPERATING REVENUES							
31	471100	Reconnection Charges/Activation Fees	\$ 205,805	\$ 0	\$ 684,929	\$ 0	\$ 684,929
32	471200	Other Miscellaneous Service Revenues	\$ 690,212	\$ 0	\$ (688,624)	\$ 0	\$ (688,624)
33	472000	Rents from Water Property	\$ 102,756	\$ 0	\$ (16,411)	\$ 0	\$ (16,411)
34	474100	Billing & Collection Services	\$ 919,675	\$ 0	\$ (16,147)	\$ 0	\$ (16,147)
35	474300	Other Water Revenues	\$ (7,246)	\$ 0	\$ 7,246	\$ 0	\$ 7,246
36		AFUDC	\$ 0	\$ 0	\$ 1,858,197	\$ 0	\$ 1,858,197
37		TOTAL OTHER OPERATING REVENUES	\$ 1,911,202	\$ 0	\$ (9,007)	\$ 1,858,197	\$ 1,849,190
38							
39		TOTAL OPERATING REVENUES	\$ 49,644,888	\$ 1,509,219	\$ (9,007)	\$ 1,858,197	\$ 3,358,409
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1
Page 4 of 19
Witness Responsible: M.A. Miller, S. A. Miller

DATA: X_BASE PERIOD X_FORECASTED PERIOD
TYPE OF FILING: ORIGINAL_UPDATED_X_REVISD
WORKPAPER REFERENCE NO(S): SCH D-2.3 (TOTAL COMPANY)

Line No.	Account Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
PUMPING EXPENSES													
2	620200	Operator Sup & Eng-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	620300	Operator Sup & Eng-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4	622100	Power Production Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5	622200	Power Production Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
6	623110	Power Purchased for Pumping-Elec	\$0	\$388,981	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$388,981
7	623120	Power Purchased for Pumping-Elec Adj	\$2,597,296	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
8	623210	Power Purchased for Pumping-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
9	624200	Pumping Labor-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
10	624300	Pumping Labor-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
11	624500	Pumping Expenses-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
12	624600	Pumping Expenses-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
13	626200	Misc Pumping Labor-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
14	626300	Misc Pumping Labor-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
15	626500	Misc Pumping Expenses-Electric	\$2,616	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
16	626600	Misc Pumping Expenses-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
17	627200	Rents-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
18	627300	Rents-Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
19	630200	Maint Sup & Eng-Electric Ord	\$62,241	\$267,337	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$267,337
20	630210	Maint Sup & Eng-Electric Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
21	630300	Maint Sup & Eng-Other Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
22	630310	Maint Sup & Eng-Other Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
23	631100	Maint Pumping Struc & Inprov-Material Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
24	631110	Maint Pumping Struc & Inprov-Material Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
25	631200	Maint Pumping Struc & Inprov-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
26	631210	Maint Pumping Struc & Inprov-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
27	632100	Maint Power Production Equip-Mat Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
28	632110	Maint Power Production Equip-Mat Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
29	632200	Maint Power Production Equip-Lab Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
30	632210	Maint Power Production Equip-Lab Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
31	633200	Maint Pumping Equip-Material-Electric Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
32	633210	Maint Pumping Equip-Material-Electric Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
33	633300	Maint Pumping Equip-Material-Other Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
34	633310	Maint Pumping Equip-Material-Other Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35	633500	Maint Pumping Equip-Labor-Electric Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
36	633510	Maint Pumping Equip-Labor-Electric Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
37	633600	Maint Pumping Equip-Labor-Other Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
38	633610	Maint Pumping Equip-Labor-Other Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL PUMPING EXPENSES			2,662,153	267,337	388,981	0	0	0	0	0	0	0	656,318

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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
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FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

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

Line No.	Account Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
WATER TREATMENT EXPENSES (WT)													
1		Operation Supervision & Engineering	\$0	\$672,668	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$672,668
2	640000	Chemicals-Carbon	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	641110	General Chemicals	\$1,628,233	\$0	(\$123,015)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(123,015)
4	641100	Softening Chemicals	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5	641200	General WT Labor	\$1,352,102	(\$309,592)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(309,592)
6	642100	Softening Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
7	642200	General WT Expenses	\$151,910	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
8	642300	General WT Administration	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
9	642390	Softening Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
10	642400	Misc Expenses	\$83,810	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
11	643100	Misc Expenses - Service Co	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
12	643190	Misc Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
13	643200	Waste Disposal Expenses	\$273,034	\$0	\$0	(\$167,047)	\$0	\$0	\$0	\$0	\$0	\$0	(167,047)
14	643300	Amort Waste Disposal Expenses	\$80,502	\$0	\$0	\$75,748	\$0	\$0	\$0	\$0	\$0	\$0	75,748
15	643310	Rents	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
16	640000	Maint Supervision & Engineering Ord	\$84,571	(\$84,571)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(84,571)
17	650000	Maint Supervision & Engineering Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
18	650010	Maint WT Struc & Improvements-Mat Ord	\$242,228	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
19	651100	Maint WT Struc & Improvements-Mat Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
20	651110	Amort WT Structures	\$151,371	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
21	651120	Maint WT Struc & Improvements-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
22	651200	Maint WT Struc & Improvements-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
23	651210	Maint General WT Equipment-Mat Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
24	652100	Maint General WT Equipment-Mat Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
25	652110	Maint Softening Equipment-Mat Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
26	652200	Maint Softening Equipment-Materials	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
27	652300	Maint General WT Equipment-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
28	652310	Maint General WT Equipment-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
29													
30		TOTAL WT EXPENSES	4,047,761	278,534	0	(123,015)	(91,299)	0	0	0	0	0	64,220

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SCHEDULE D-1
Page 9 of 19
Witness Responsible: M.A. Miller, S. A. Miller

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

Line No.	Account Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
1		ADMINISTRATIVE & GENERAL EXP(A&G) - CONT											
2		REGULATORY COMMISSION EXPENSES											
3	928100	Amort Expense of Rate Proceedings	\$361,526	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$76,331)	\$0	(\$76,331)
4	928110	Amort Serv Study Exp Cost	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5	928200	Tax Savings	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
6	928300	Amort of Other Regulatory Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
7	928400	Other Regulatory Expenses - Current	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,000	\$0	7,000
8	930200	Amort Misc Charges	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
9	930210	Misc General Expenses Current	\$603,448	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
10	930220	Amort Orig Cost Study	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
11	930230	Amort Misc General Expenses	\$32,692	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
12	930240	Misc Gen Exp - Community Relations	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
13	930250	Amort Plant Expansion Study	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
14	930250	Meals & Travel Expenses - Taxable	\$23,822	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
15	930270	Donations	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
16	930290	Data Processing Communication Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
17	930300	Research & Development Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
18	930380	Research & Development Exp - Ser Co	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
19	930590	Non-deductible Penalties	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
20	930510	Lobbying Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
21	930600	Transportation Expenses	\$648,579	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
22	930610	Transportation Cap (A&B)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
23	930620	Transportation Cap (C&R)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
24	930630	Transportation Cap (H)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
25	930880	Misc Gen Exp - Company Dues	\$46,098	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
26	930890	Misc Gen Exp - Other	\$262,740	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
27	930980	Misc General Exp-Taxable Co Dues	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
28	931000	Rentis	\$31,363	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
29	932100	Maint A&G Struc & Improv-Material Ord	\$109,806	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
30	932110	Maint A&G Struc & Improv-Material Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
31	932120	Amort A&G Struc & Improv	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
32	932200	Maint A&G Struc & Improv-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
33	932210	Maint A&G Struc & Improv-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
34	932300	Maint A&G Office Furniture-Material Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35	932310	Maint A&G Office Furniture-Material Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
36	932400	Maint A&G Office Furniture-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
37	932410	Maint A&G Office Furniture-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
38	932500	Maint A&G Communication Equip-Material	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
39	932600	Maint A&G Com Equip-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
40	932610	Maint A&G Com Equip-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
41	932700	Maint A&G Misc Property-Material Ord	\$25,300	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
42	932710	Maint A&G Misc Property-Material Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
43	932800	Maint A&G Misc Property-Labor Ord	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
44	932810	Maint A&G Misc Property-Labor Prg	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
45		Total A & G Expenses	14,458,365	80,633	0	0	0	(974,906)	208,448	(78,566)	(69,331)	(5,440)	(839,162)
46													
47		Total O & M Expenses	\$27,551,992	\$604,602	\$389,981	(\$123,015)	(\$91,299)	(\$974,906)	\$208,448	(\$78,566)	(\$69,331)	(\$5,440)	(\$140,525)
48													
49													
50													

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1
Page 10 of 19
Witness Responsible: M.A. Miller, S. A. Miller

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

Line No.	Line Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
2	08	Operation Labor Expenses	\$5,643,875	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	24	Maintenance Labor Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5		Total Labor	\$5,643,875	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
7		Total Operation Expenses	\$25,354,165	\$388,981	(\$91,299)	(\$123,015)	(\$91,299)	(\$974,906)	\$208,448	(\$78,566)	(\$69,331)	(\$5,440)	(\$694,540)
9		Total Maintenance Expenses	\$2,187,827	\$0	\$0	(\$123,015)	\$0	\$0	\$0	\$0	\$0	\$0	\$54,014
11		Total O & M Expenses	\$27,551,992	\$388,981	(\$91,299)	(\$123,015)	(\$91,299)	(\$974,906)	\$208,448	(\$78,566)	(\$69,331)	(\$5,440)	(\$140,525)
17	08	Labor	\$5,643,875	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
18	09	Purchased Water	\$528,893	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
19	10	Fuel and Power	\$2,597,296	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
20	11	Chemicals	\$1,628,233	\$0	\$0	(\$123,015)	\$0	\$0	\$0	\$0	\$0	\$0	\$0
21	12	Waste Disposal	\$353,536	\$0	\$0	\$0	(\$91,299)	\$0	\$0	\$0	\$0	\$0	\$0
22	13	Management Fees	\$7,176,100	\$0	\$0	\$0	\$0	(\$974,906)	\$0	\$0	\$0	\$0	\$0
23	14	Group Insurance	\$1,668,447	\$0	\$0	\$0	\$0	\$0	\$208,448	\$0	\$0	\$0	\$0
24	15	Pension	\$581,250	\$0	\$0	\$0	\$0	\$0	\$0	(\$78,566)	\$0	\$0	\$0
25	16	Regulatory Expense	\$361,526	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$69,331)	\$0	\$0
26	17	Insurance Other than Group	\$668,350	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$5,440)	\$0
27	18	Customer Accounting	\$1,433,179	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
28	19	Rent	\$53,990	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
29	20	General Office Expense	\$499,308	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
30	21	Miscellaneous	\$3,045,194	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
31	25	Other Maintenance	\$1,311,815	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
33		Total O & M Expenses	\$27,551,992	\$388,981	(\$91,299)	(\$123,015)	(\$91,299)	(\$974,906)	\$208,448	(\$78,566)	(\$69,331)	(\$5,440)	(\$140,525)
35		State Income Tax Impact	6.00%	(\$36,276)	(\$23,339)	\$7,381	\$5,478	\$58,494	(\$12,507)	\$4,714	\$4,160	\$326	\$8,432
37		Federal Income Tax Impact	35.00%	(\$224,307)	(\$144,312)	\$45,639	\$33,872	\$361,690	(\$77,334)	\$28,148	\$25,722	\$2,018	\$52,135
39		Net Operating Income Impact		(\$344,019)	(\$221,330)	\$69,995	\$51,949	\$554,722	(\$118,607)	\$44,704	\$39,449	\$3,095	\$79,958

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1
Page 11 of 19
Witness Responsible: M.A. Miller, S. A. Miller

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

Line No.	Account Number	Description	Base PerIOD Col1	Adj D-13 Sch D-2.3 Col2	Adj D-14 Sch D-2.3 Col3	Adj D-15 Sch D-2.3 Col4	Adj D-16 Sch D-2.3 Col5	Adj D-17 Sch D-2.3 Col6	Adj D-18 Sch D-2.3 Col7	Total Adjustments	Grand Total Adjustments
SOURCE OF SUPPLY EXPENSES (SS)											
2	600000	Operation Supervision & Engineering	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	601100	Operation Expenses	1,975	0	0	0	3,375	0	0	3,375	3,375
4	601200	Operation Labor	0	0	0	0	0	0	0	0	0
5	602000	Purchased Water	526,893	0	0	0	0	0	(51,430)	(51,430)	(51,430)
6	603100	Miscellaneous Expenses	33,545	0	0	0	6,890	0	0	6,890	6,890
7	603120	Amort Misc Expenses	0	0	0	0	0	0	0	0	0
8	603200	Miscellaneous Labor	0	0	0	0	0	0	0	0	0
9	604000	Rents	0	0	0	0	0	0	0	0	0
10	610000	Maint Supervision & Engineering Ord	116	0	0	0	0	0	0	0	(116)
11	610010	Maint Supervision & Engineering Prg	0	0	0	0	0	0	0	0	0
12	611100	Maint Struc & Improv-Materials Ord	0	0	0	0	0	0	0	0	0
13	611110	Maint Struc & Improv-Materials Prg	0	0	0	0	0	0	0	0	0
14	611200	Maint Struc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0
15	611210	Maint Struc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0
16	612100	Maint Col & Imp Res-Materials Ord	0	0	0	0	0	0	0	0	0
17	612110	Maint Col & Imp Res-Materials Prg	0	0	0	0	0	0	0	0	0
18	612120	Amort Col & Imp Res	0	0	0	0	0	0	0	0	0
19	612200	Maint Col & Imp Res-Labor Ord	0	0	0	0	0	0	0	0	0
20	612210	Maint Col & Imp Res-Labor Prg	0	0	0	0	0	0	0	0	0
21	613100	Maint Lake, River & Other Intakes-Mat Ord	0	0	0	0	0	0	0	0	0
22	613110	Maint Lake, River & Other Intakes-Mat Prg	0	0	0	0	0	0	0	0	0
23	613120	Amort Lake, River & Other Intakes	3,384	0	0	0	0	(3,384)	0	(3,384)	(3,384)
24	613200	Maint Lake, River & Other Intakes-Lab Ord	0	0	0	0	0	0	0	0	0
25	613210	Maint Lake, River & Other Intakes-Lab Prg	0	0	0	0	0	0	0	0	0
26	616100	Maint Supply Mains-Materials Ord	0	0	0	0	0	0	0	0	0
27	616110	Maint Supply Mains-Materials Prg	0	0	0	0	0	0	0	0	0
28	616200	Maint Supply Mains-Labor Ord	0	0	0	0	0	0	0	0	0
29	616210	Maint Supply Mains-Labor Prg	0	0	0	0	0	0	0	0	0
30	617100	Maint Misc Water Source Plant-Mat Ord	144,123	0	0	0	0	23,451	0	23,451	23,451
31	617110	Maint Misc Water Source Plant-Mat Prg	0	0	0	0	0	0	0	0	0
32	617200	Maint Misc Water Source Plant-Labor Ord	0	0	0	0	0	0	0	0	0
33	617210	Maint Misc Water Source Plant-Labor Prg	0	0	0	0	0	0	0	0	0
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35											
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TOTAL SS EXPENSES			712,042	0	0	0	10,265	20,057	(51,430)	(21,098)	(21,214)

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1
Page 12 of 19
Witness Responsible: M.A. Miller, S. A. Miller

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

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-18 Sch D-2.3	Total Adjustments	Grand Total Adjustments
PUMPING EXPENSES											
1	620200	Operation Sup & Eng-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	620300	Operation Sup & Eng-Other	0	0	0	0	0	0	0	0	0
4	622100	Power Production Expenses	0	0	0	0	0	0	0	0	0
5	622200	Power Production Labor	0	0	0	0	0	0	0	0	0
6	623110	Power Purchased for Pumping-Elec	2,597,296	0	0	0	0	0	0	0	386,981
7	623120	Power Purchased for Pumping-Elec Adj	0	0	0	0	0	0	0	0	0
8	623210	Power Purchased for Pumping-Other	0	0	0	0	0	0	0	0	0
9	624200	Pumping Labor-Electric	0	0	0	0	0	0	0	0	0
10	624300	Pumping Labor-Other	0	0	0	0	0	0	0	0	0
11	624500	Pumping Expenses-Electric	0	0	0	0	0	0	0	0	0
12	624600	Pumping Expenses-Other	0	0	0	0	0	0	0	0	0
13	626200	Misc Pumping Labor-Electric	0	0	0	0	0	0	0	0	0
14	626300	Misc Pumping Labor-Other	0	0	0	0	0	0	0	0	0
15	626500	Misc Pumping Expenses-Electric	2,616	0	0	(2,616)	0	0	0	(2,616)	(2,616)
16	626600	Misc Pumping Expenses-Other	0	0	0	0	0	0	0	0	0
17	627200	Rentls-Electric	0	0	0	0	0	0	0	0	0
18	627300	Rentls-Other	0	0	0	0	0	0	0	0	0
19	630200	Maint Sup & Eng-Electric Ord	62,241	0	0	0	0	0	0	0	267,337
20	630210	Maint Sup & Eng-Electric Prg	0	0	0	0	0	0	0	0	0
21	630300	Maint Sup & Eng-Other Ord	0	0	0	0	0	0	0	0	0
22	630310	Maint Sup & Eng-Other Prg	0	0	0	0	0	0	0	0	0
23	631100	Maint Pumping Struc & Improv-Material Ord	0	0	0	0	0	0	0	0	0
24	631110	Maint Pumping Struc & Improv-Material Prg	0	0	0	0	0	0	0	0	0
25	631200	Maint Pumping Struc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0
26	631210	Maint Pumping Struc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0
27	632100	Maint Power Production Equip-Mat Ord	0	0	0	0	0	0	0	0	0
28	632110	Maint Power Production Equip-Mat Prg	0	0	0	0	0	0	0	0	0
29	632200	Maint Power Production Equip-Lab Ord	0	0	0	0	0	0	0	0	0
30	632210	Maint Power Production Equip-Lab Prg	0	0	0	0	0	0	0	0	0
31	633200	Maint Pumping Equip-Material-Electric Ord	0	0	0	0	0	0	0	0	0
32	633210	Maint Pumping Equip-Material-Electric Prg	0	0	0	0	0	0	0	0	0
33	633300	Maint Pumping Equip-Material-Other Ord	0	0	0	0	0	0	0	0	0
34	633310	Maint Pumping Equip-Material-Other Prg	0	0	0	0	0	0	0	0	0
35	633500	Maint Pumping Equip-Labor-Electric Ord	0	0	0	0	0	0	0	0	0
36	633510	Maint Pumping Equip-Labor-Electric Prg	0	0	0	0	0	0	0	0	0
37	633600	Maint Pumping Equip-Labor-Other Ord	0	0	0	0	0	0	0	0	0
38	633610	Maint Pumping Equip-Labor-Other Prg	0	0	0	0	0	0	0	0	0
39		TOTAL PUMPING EXPENSES	2,662,153	0	0	(2,616)	0	0	0	(2,616)	653,702

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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1
Page 13 of 19
Witness Responsible: M.A. Millior, S. A. Millior

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

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-18 Sch D-2.3	Total Adjustments	Grand Total Adjustments
WATER TREATMENT EXPENSES (WT)											
2	640000	Operation Supervision & Engineering	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$672,688
3	641110	Chemicals-Carbon	0	0	0	0	0	0	0	0	0
4	641100	General Chemicals	1,628,233	0	0	0	0	0	0	0	(123,015)
5	641200	Softening Chemicals	0	0	0	0	0	0	0	0	0
6	642100	General WT Labor	1,352,102	0	0	0	0	0	0	0	(309,582)
7	642200	Softening Labor	0	0	0	0	0	0	0	0	0
8	642300	General WT Expenses	151,910	0	0	15,677	0	0	0	15,677	15,677
9	642390	General WT Administration	0	0	0	0	0	0	0	0	0
10	642400	Softening Expenses	0	0	0	0	0	0	0	0	0
11	643100	Misc Expenses	83,810	0	0	4,511	0	0	0	4,511	4,511
12	643190	Misc Expenses - Services Co	0	0	0	0	0	0	0	0	0
13	643200	Misc Labor	0	0	0	0	0	0	0	0	0
14	643300	Waste Disposal Expenses	273,034	0	0	0	0	0	0	0	(167,047)
15	643310	Amort Waste Disposal Expenses	80,502	0	0	0	0	0	0	0	75,748
16	644000	Rents	0	0	0	0	0	0	0	0	0
17	650000	Maint Supervision & Engineering Ord	84,571	0	0	0	0	0	0	0	(84,571)
18	650010	Maint Supervision & Engineering Prg	0	0	0	0	0	0	0	0	0
19	651100	Maint WT Struc & Improvements-Mat Ord	242,228	0	0	0	0	(49,028)	0	(49,028)	(49,028)
20	651110	Maint WT Struc & Improvements-Mat Prg	0	0	0	0	0	0	0	0	0
21	651120	Amort WT Structures	151,371	0	0	0	0	(21,552)	0	(21,552)	(21,552)
22	651200	Maint WT Struc & Improvements-Labor Ord	0	0	0	0	0	0	0	0	0
23	651210	Maint WT Struc & Improvements-Labor Prg	0	0	0	0	0	0	0	0	0
24	652100	Maint General WT Equipment-Mat Ord	0	0	0	0	0	90,040	0	90,040	90,040
25	652110	Maint General WT Equipment-Mat Prg	0	0	0	0	0	0	0	0	0
26	652200	Maint Softening Equipment-Materials	0	0	0	0	0	0	0	0	0
27	652300	Maint General WT Equipment-Labor Ord	0	0	0	0	0	0	0	0	0
28	652310	Maint General WT Equipment-Labor Prg	0	0	0	0	0	0	0	0	0
TOTAL WT EXPENSES			4,047,761	0	0	20,185	0	19,460	0	39,645	103,868

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1
Page 19 of 19
Witness Responsible: M.A. Miller, S. A. Miller

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

Line No.	Account Number	Description	Base Period	Adj D-19 Sch D-2.4	Adj D-20 Sch D-2.4	Adj D-21 Sch D-2.4	Total Adjustment
1	403000	Depreciation	\$6,529,727	(\$491,074)	\$0	\$0	\$0
2	403100	Depreciation - CIAC	(\$599,396)	\$0	\$0	\$0	\$0
3			\$7,930,331	\$108,322	\$0	\$0	\$0
4							\$108,322
5							\$0
6		State Income Tax Impact	6.00%	(\$6,499)	\$0	\$0	(\$6,499)
7		Federal Income Tax Impact	35.00%	(\$40,187)	\$0	\$0	(\$40,187)
8		Net Operating Income Impact		\$537,760	\$0	\$0	\$537,760
9							\$0
10		AMORTIZATION EXPENSE					
11	404100	Amortization Lim Term Ut Plant	\$0	\$0	\$0	\$0	\$0
12	404110	Amortization Franchise Expense	\$0	\$0	\$0	\$0	\$0
13	404430	Amortization Regulatory Asset - AFUDC	\$16,314	\$0	\$9,414	\$0	9,414
14	405000	Amortization Utility Plant Acquisition Adj	\$10,807	\$0	\$2,244	\$0	2,244
15	407000	Amortization Property Losses	\$471,799	\$0	(\$59,607)	\$0	(\$9,607)
16		TOTAL AMORTIZATION	\$498,920	\$0	(\$47,949)	\$0	(\$47,949)
17							\$0
18		State Income Tax Impact	6.00%	\$0	\$2,877	\$0	\$2,877
19		Federal Income Tax Impact	35.00%	\$0	\$17,789	\$0	\$17,789
20		Net Operating Income Impact		\$0	\$21,283	\$0	\$21,283
21							\$0
22							\$0
23							\$0
24		TAXES, OTHER THAN INCOME					
25	408100	Real & Personal Property Taxes	\$2,338,982	\$0	\$0	\$390,068	\$390,068
26	408110	Gross Income & Receipts Taxes	\$47,418	\$0	\$0	\$38,514	\$38,514
27	408120	Invested Capital Tax	\$0	\$0	\$0	\$0	\$0
28	408030	Other General Taxes	\$112,230	\$0	\$0	(\$112,230)	(\$12,230)
29	408140	FUTA	\$5,516	\$0	\$0	\$11,405	\$11,405
30	408150	FUTA Capitalized - (A Work Order)	\$0	\$0	\$0	\$0	\$0
31	408040	FUTA Capitalized - (H Work Order)	\$0	\$0	\$0	(\$10,825)	(\$10,825)
32	408050	FUTA Capitalized - (C & R Work Order)	\$0	\$0	\$0	\$0	\$0
33	408160	FICA	\$461,453	\$0	\$0	\$113,441	\$113,441
34	408170	FICA Capitalized - (A Work Order)	\$0	\$0	\$0	(\$103,534)	(\$103,534)
35	408060	FICA Capitalized - (H Work Order)	\$0	\$0	\$0	\$0	\$0
36	408070	FICA Capitalized - (C & R Work Order)	\$0	\$0	\$0	\$0	\$0
37	408180	SUTA	\$6,610	\$0	\$0	\$5,486	\$5,486
38	408190	SUTA Capitalized - (A Work Order)	\$0	\$0	\$0	(\$6,765)	(\$6,765)
39	408080	SUTA Capitalized - (H Work Order)	\$0	\$0	\$0	\$0	\$0
40	408090	SUTA Capitalized - (C & R Work Order)	\$0	\$0	\$0	\$0	\$0
41	408220	Environmental Tax	\$0	\$0	\$0	\$0	\$0
42		Net Operating Income Impact	\$2,972,209	\$0	\$0	\$325,560	\$325,560
43							\$0
44		State Income Tax Impact	6.00%	\$0	(\$19,534)	\$0	(\$19,534)
45		Federal Income Tax Impact	35.00%	\$0	(\$107,109)	\$0	(\$107,109)
46		Net Operating Income Impact		\$0	\$196,917	\$0	\$196,917
47							\$0
48							\$0
49							\$0
50							\$0

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.1
Page 1 of 3
Witness Responsible: S.A. Miller

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

Line No.	Purpose and Description of Adjustment	Billed Revenues - Adjustment D-1	Worksheet Reference	Amount
1		RESIDENTIAL		
2	To adjust Residential billed water revenue for the change in billing determinants at present rates for the forecasted test period.	Forecasted Amount	WIP-2	\$26,854,095
3		Base Period Amount		26,552,578
4		Pro Forma Adjustment		\$301,517
5				
6	To adjust Commercial billed water revenue for the change in billing determinants at present rates for the forecasted test period.	COMMERCIAL		
7		Forecasted Amount	WIP-2	\$12,739,187
8		Base Period Amount		11,792,139
9		Pro Forma Adjustment		\$947,048
10				
11				
12	To adjust Industrial billed water revenue for the change in billing determinants at present rates for the forecasted test period.	INDUSTRIAL		
13		Forecasted Amount	WIP-2	\$1,522,907
14		Base Period Amount		1,388,572
15		Pro Forma Adjustment		\$134,335
16				
17	To adjust Other Public Authority billed water revenue for the change in billing determinants at present rates for the forecasted test period.	OTHER PUBLIC AUTHORITY		
18		Forecasted Amount	WIP-2	\$3,781,085
19		Base Period Amount		3,449,213
20		Pro Forma Adjustment		\$331,872
21				
22	To adjust Sales For Resale (OWU) billed water revenue for the change in billing determinants at present rates for the forecasted test period.	SALES FOR RESALE (OWU)		
23		Forecasted Amount	WIP-2	\$1,018,444
24		Base Period Amount		1,167,377
25		Pro Forma Adjustment		(\$148,933)
26				
27	To adjust Public Fire Service billed water revenue for the change in billing determinants at present rates for the forecasted test period.	PUBLIC FIRE SERVICE		
28		Forecasted Amount	WIP-2	\$2,261,424
29		Base Period Amount		2,196,664
30		Pro Forma Adjustment		\$64,760
31				
32	To adjust Private Fire Service billed water revenue for the change in billing determinants at present rates for the forecasted test period.	PRIVATE FIRE SERVICE		
33		Forecasted Amount	WIP-2	\$1,055,763
34		Base Period Amount		1,049,486
35		Pro Forma Adjustment		\$16,277
36				
37	To adjust Miscellaneous billed water revenue for the change in billing determinants at present rates for the forecasted test period.	MISCELLANEOUS		
38		Forecasted Amount	WIP-2	\$0
39		Base Period Amount		15,032
40		Pro Forma Adjustment		(\$15,032)
41				
42				
43	The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.	Total Billed Water Revenue Adjustment		\$1,631,844
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

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

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1	Billed Revenues-Adjustment D-1		
2	To eliminate the net change in Residential water unbilled accrued utility revenues recorded during the base period.		
3		WIP-2	\$0
4			(45,585)
5			\$45,585
6	To eliminate the net change in Commercial water unbilled accrued utility revenues recorded during the base period.		
7		WIP-2	\$0
8			(55,735)
9			\$55,735
10			
11	To eliminate the net change in Industrial water unbilled accrued utility revenues recorded during the base period.		
12		WIP-2	\$0
13			(12,092)
14			\$12,092
15			
16	To eliminate the net change in Other Public Authority water unbilled accrued utility revenues recorded during the base period.		
17		WIP-2	\$0
18			(31,114)
19			\$31,114
20			
21	To eliminate the net change in Sales for Resale (OWU) water unbilled accrued utility revenues recorded during the base period.		
22		WIP-2	\$0
23			(2,397)
24			\$2,397
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43	The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.		
44			\$145,823
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

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

Line No.	Purpose and Description of Adjustment	Billed Revenue Adjustment D-1	Workpaper Reference	Amount
1		RESIDENTIAL		
2	To eliminate Residential billed sewer revenue for forecasted test period.	Forecasted Amount	WIP-2	\$0
3		Base Period Amount		165,063
4		Pro Forma Adjustment		<u>(\$165,063)</u>
5				
6		COMMERCIAL		
7	To eliminate Commercial billed sewer revenue for the forecasted test period.	Forecasted Amount	WIP-2	\$0
8		Base Period Amount		85,622
9		Pro Forma Adjustment		<u>(\$85,622)</u>
10				
11		INDUSTRIAL		
12	To eliminate Industrial billed sewer revenue for the forecasted test period.	Forecasted Amount	WIP-2	\$0
13		Base Period Amount		18,863
14		Pro Forma Adjustment		<u>(\$18,863)</u>
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43	The purpose of each adjustment is to eliminate the sewer revenue for the forecasted test period.	Total Sewer Revenue Adjustment		<u>(269,548)</u>
44		Total Revenue Adjustment		<u>\$1,509,219</u>
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.2
Page 1 of 1
Witness Responsible: S.A. Miller

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

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1	Other Revenues, Adjustment D-2		
2	RECONNECTION FEES/ACTIVATION FEES		
3	To adjust Activations Fees which were included in the base period under other misc service revenues.	WIP-2	\$690,734
4	This also includes an adjustment for reconnection fees.		205,805
5			\$694,929
6			
7	OTHER MISC SERV REVENUES		
8	To adjust Returned Check Charges for the forecasted test period level of bad checks and	WIP-2	\$21,568
9	reflect an adjustment for activation fees.		690,212
10			(\$668,624)
11			
12	OTHER REVENUES		
13	To adjust for all other revenues for more current information. This includes an adjustment for billing	WIP-2	\$989,873
14	and collecting for landfill services for the Lexington-Fayette Urban County Government and the		1,015,185
15	reconnection fees.		(\$25,312)
16			
17	Total Other Revenue Adjustment		(\$9,007)
18			
19			
20			
21			
22	AFUDC, Adjustment D-3		
23	To reflect AFUDC above the line based on the overall rate of return and qualifying CWIP.	WIP-2	\$1,858,197
24	This includes the gross-up of the equity piece of AFUDC per SFAS 109.		0
25			\$1,858,197
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43	The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.		
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.3
Page 1 of 2
Witness Responsible: S. A. Miller

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

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Labor expense is being adjusted to reflect an increase due to union wage contracts and an increase of 3% for non-union employees to become effective April 1, 2007 and 2008.	<u>Labor Adjustment D-4</u> WIP-3-1	\$6,248,477
3			5,643,875
4			<u>\$504,602</u>
5			
6	Fuel and Power expense is being adjusted to reflect the forecasted sales.	<u>Fuel & Power Adjustment D-5</u> WIP-3-2	\$2,986,277
7			2,597,295
8			<u>\$388,981</u>
9			
10			
11	Chemical expense is being adjusted to reflect the level of forecasted sales. Also reflected is the adjustment for contracted chemical prices made to the forecast.	<u>Chemicals Adjustment D-6</u> WIP-3-3	\$1,505,218
12			1,628,233
13			<u>(\$123,015)</u>
14			
15			
16	Waste Disposal expense reflects two year amortization of the lagoon cleaning along with other normal recurring waste disposal expenses.	<u>Waste Disposal Adjustment D-7</u> WIP-3-4	\$262,237
17			353,536
18			<u>(\$91,299)</u>
19			
20			
21	Management Fees expense reflects the forecasted charges from the Service Company for services rendered during the forecasted period including costs from the Southeast Region Service Company office, Shared Services Center, and the Customer Call Center.	<u>Management Fees Adjustment D-8</u> WIP-3-5	\$6,201,194
22			7,176,100
23			<u>(\$974,906)</u>
24			
25			
26	Group Insurance reflects the premium to be paid for insurance coverage for employees plus costs associated with FAS 106.	<u>Group Insurance Adjustment D-9</u> WIP-3-6	\$1,876,895
27			1,668,447
28			<u>\$208,448</u>
29			
30			
31	Pension Expense reflects the forecasted level based on FAS 87 pension costs.	<u>Pensions Adjustment D-10</u> WIP-3-7	\$502,664
32			581,250
33			<u>(\$78,586)</u>
34			
35			
36	Regulatory Expense reflects a three year amortization of the cost of the current filing, as well as a five year amortization of the cost of service study.	<u>Regulatory Expense Adjustment D-11</u> WIP-3-8	\$292,195
37			361,526
38			<u>(\$69,331)</u>
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44			
45	Insurance Other than Group expense reflects the Company's forecasted cost for liability insurance, worker's compensation and property insurance based upon the most recent actual bills.	<u>Insurance Other than Group Adjustment D-12</u> WIP-3-9	\$663,910
46			669,350
47			<u>(\$5,440)</u>
48			
49	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.		
50			

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.3
Page 2 of 2
Witness Responsible: S.A. Miller

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

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Customer Accounting expense reflects the cost of customer billing, meter reading and other expenses related to this function, as well as allocations made from Central Division to Tri Village, Elk Lake, and Owenton.	W/P-3-10	\$1,376,372
3			1,433,179
4			(\$56,807)
5			
6			
7	Rent expense reflects all leases and rental agreements that the company has entered into or is forecasted to enter into during the forecasted test period.	W/P-3-11	\$52,165
8			53,990
9			(\$1,825)
10			
11			
12	General Office expense reflects all expenses related to the Company's office including telephone, employee expenses, supplies, as well as allocations from Central Division to Tri Village, Elk Lake, and Owenton.	W/P-3-12	\$475,195
13			499,308
14			(\$24,112)
15			
16			
17	Miscellaneous expenses reflect all remaining expenses that are not specifically assigned to the above discussed adjustments. Refer to workpapers for detailed listing. This also includes allocations from Central Division to Tri Village, Elk Lake, and Owenton.	W/P-3-13	\$3,002,289
18			3,045,194
19			(\$42,905)
20			
21			
22	Maintenance expense reflect the costs of maintaining the property and assets of the Company. These expenses include amortizations of prior and forecasted deferred maintenance projects. It also includes normal maintenance of pumping equipment, mains, meters, as well as allocations from Central Division to Tri Village, Elk Lake, and Owenton.	W/P-3-14	\$1,507,210
23			1,311,815
24			\$195,395
25			
26			
27	Purchased Water represents water purchased from the Winchester Municipal System, Georgetown Municipal System, and Owen Water & Sewer.	W/P-3-15	\$91,023
28			528,893
29			(\$437,870)
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43	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.		
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.4
Page 1 of 1
Witness Responsible: M.A. Miller/ S. A. Miller

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ORIGINAL_ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-4 & WIP-5 (TOTAL COMPANY)

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Depreciation expense reflects an increase due to an increased level of Utility Plant in Service.		
3		WIP-4-1	\$0,038,653
4			7,930,331
5			<u>\$108,322</u>
6			
7	Amortization expense reflects the amortization of UPAA, Property Losses and Regulatory Asset on the equity gross-up of AFUDC.		
8		WIP-4-1	\$450,971
9			498,920
10			<u>(\$47,949)</u>
11			
12	General Taxes represent Property Taxes, Payroll Taxes, PSC Fees and other miscellaneous taxes that are calculated to be expenses for the forecasted test period. This also includes the allocation of property tax from Central Division to Tri Village, Elk Lake, and Owenton.		
13		WIP-5	\$3,297,769
14			2,972,209
15			<u>\$325,560</u>
16			
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32	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.		
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KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 SUMMARY OF JURISDICTIONAL FACTORS
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-3
 Page 1 of 1
 Witness Responsible: S.A. Miller

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

Line No.	Acct.	Account Title	Jurisdictional Factor	Description of Factor and/or method of Allocation
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 JURISDICTIONAL STATISTICS
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-4
 Page 1 of 1

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

Line No.	Description	Statistic Total Company	Adjustment	Adjusted Total Company	Statistic for Jurisdiction	Junsdictional Ratio
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 EXPLANATION OF CHANGE IN JURISDICTIONAL PROCEDURES
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-5
 Page 1 of 1

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

Line No.	Account No.	Description	Procedure Approved in Prior Case	Rational for Change
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1C
Page 1 of 19
Witness Responsible: M.A. Millard, S. A. Miller

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL _ _ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.1ID-2.2 (CENTRAL DIVISION)

Line No.	Account Number	Description	Base Period	Adj. D-1 Sch D-2.1	Adj. D-2 Sch D-2.2	Adj. D-3 Sch D-2.2	Total Adjustments
1		Water Revenues					
2	461100	Residential - Billed	\$ 25,302,325	54,973	\$ 0	\$ 0	\$ 54,973
3	461110	Residential - Unbilled	(45,585)	45,585	0	0	45,585
4	461200	Commercial - Billed	11,705,417	715,438	0	0	715,438
5	461210	Commercial - Unbilled	(55,735)	55,735	0	0	55,735
6	461300	Industrial - Billed	1,388,572	134,335	0	0	134,335
7	461310	Industrial - Unbilled	(12,092)	12,092	0	0	12,092
8	461400	Miscellaneous - Billed	5,020	(5,020)	0	0	(5,020)
9	461410	Miscellaneous - Water Sales Billed Unmeters	0	0	0	0	0
10	462000	Private Fire - Billed	1,049,486	16,277	0	0	16,277
11	462100	Private Fire - Unbilled	0	0	0	0	0
12	463000	Public Fire - Billed	2,196,664	64,760	0	0	64,760
13	463100	Public Fire - Unbilled	0	0	0	0	0
14	464200	OPA - Billed	3,433,092	307,792	0	0	307,792
15	464210	OPA - Unbilled	(31,114)	31,114	0	0	31,114
16	466000	Sales for Resale - Billed	1,043,516	(25,072)	0	0	(25,072)
17	466100	Sales for Resale - Unbilled	(2,397)	2,397	0	0	2,397
18		Total Water Revenues	45,977,169	1,410,466	0	0	1,410,466
19							
20		Sewer Revenues					
21	461000	Residential - Billed	0	0	0	0	0
22	461010	Residential - Billed Surcharge	0	0	0	0	0
23	461020	Commercial - Billed	0	0	0	0	0
24	461030	Commercial - Unbilled	0	0	0	0	0
25	462210	Industrial - Billed	0	0	0	0	0
26	462110	Industrial - Unbilled	0	0	0	0	0
27		Total Sewer Revenues	0	0	0	0	0
28							
29							
30		OTHER OPERATING REVENUES					
31	471100	Reconnection Charges/Activation fees	204,405	0	678,241	0	678,241
32	471200	Other Miscellaneous Service Revenues	684,779	0	(683,191)	0	(683,191)
33	472000	Rents from Water Property	102,755	0	(16,411)	0	(16,411)
34	474100	Billing & Collection Services	919,675	0	(16,147)	0	(16,147)
35	474300	Other Water Revenues	(7,246)	0	7,246	0	7,246
36		AFUDC	0	0	1,858,197	0	1,858,197
37		TOTAL OTHER OPERATING REVENUES	1,904,369	0	(10,252)	1,858,197	1,847,935
38							
39		TOTAL OPERATING REVENUES	\$47,881,538	\$1,410,466	(\$10,252)	\$1,858,197	\$0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD, _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL, _ UPDATED, _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.1/D-2.2 (CENTRAL DIVISION)

SCHEDULE D-1C
Page 2 of 19
Witness Responsible: M.A. Miller, S. A. Miller

Line No.	Account Number	Description	Base Period	Adj. D-1 Sch D-2.1	Adj. D-2 Sch D-2.2	Adj. D-3 Sch D-2.2	Total Adjustments
2		Revenues from Water/Wastewater					
3		Residential	\$ 25,256,740	\$100,558	\$0	\$0	\$100,558
4		Commercial	11,649,682	771,173	0	0	771,173
5		Industrial	1,376,480	146,427	0	0	146,427
6		Other Public Authority (CPA)	3,401,978	338,906	0	0	338,906
7		Sales for Resale (OWU)	1,041,119	(22,875)	0	0	(22,875)
8		Miscellaneous	5,020	0	0	0	(5,020)
9		Private Fire Service	1,048,466	16,277	0	0	16,277
10		Public Fire Service	2,196,664	64,760	0	0	64,760
11							
12							
13		Total Water/Wastewater Revenues	45,977,169	1,410,406	0	0	1,410,406
14		Other Operating Revenues	1,504,369	0	(10,262)	1,858,197	0
15							
16		Total Operating Revenues	\$47,881,538	\$1,410,406	(\$10,262)	\$1,858,197	\$0
17							
18		TAX RATE					
19		State Income Tax Impact	6.00%	\$84,624	(\$816)	\$111,492	\$0
20		Federal Income Tax Impact	35.00%	\$464,024	(\$3,376)	\$811,347	\$0
21		Net Operating Income Impact		\$861,758	(\$56,270)	\$1,135,358	\$0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1C
Page 5 of 19
Witness Responsible: M.A. Miller/ S. A. Miller

DATA: _X_ BASE PERIOD, _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL, _ UPDATED, _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (CENTRAL DIVISION)

Line No.	Account Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
1		WATER TREATMENT EXPENSES (WT)											
2	640000	Operation Supervision & Engineering	\$0	\$672,688	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$672,688
3	641110	Chemicals-Carbon	0	0	0	0	0	0	0	0	0	0	0
4	641100	General Chemicals	1,562,580	0	0	(152,067)	0	0	0	0	0	0	(152,067)
5	641200	Softening Chemicals	0	0	0	0	0	0	0	0	0	0	0
6	642100	General WT Labor	1,287,333	(406,352)	0	0	0	0	0	0	0	0	(406,352)
7	642200	Softening Labor	0	0	0	0	0	0	0	0	0	0	0
8	642300	General WT Expenses	127,728	0	0	0	0	0	0	0	0	0	0
9	642390	General WT Administration	0	0	0	0	0	0	0	0	0	0	0
10	642400	Softening Expenses	0	0	0	0	0	0	0	0	0	0	0
11	643100	Misc Expenses	82,878	0	0	0	0	0	0	0	0	0	0
12	643180	Misc Expenses - Service Co	0	0	0	0	0	0	0	0	0	0	0
13	643200	Misc Labor	0	0	0	0	0	0	0	0	0	0	0
14	643300	Waste Disposal Expenses	273,034	0	0	0	(167,047)	0	0	0	0	0	(167,047)
15	643310	Amort Waste Disposal Expenses	80,502	0	0	0	75,748	0	0	0	0	0	75,748
16	644000	Rents	0	0	0	0	0	0	0	0	0	0	0
17	650000	Maint Supervision & Engineering Ord	84,571	(84,571)	0	0	0	0	0	0	0	0	(84,571)
18	650010	Maint Supervision & Engineering Prg	0	0	0	0	0	0	0	0	0	0	0
19	651100	Maint WT Struc & Improvements-Mat Ord	235,459	0	0	0	0	0	0	0	0	0	0
20	651110	Maint WT Struc & Improvements-Mat Prg	0	0	0	0	0	0	0	0	0	0	0
21	651120	Maint WT Structures	151,371	0	0	0	0	0	0	0	0	0	0
22	651200	Maint WT Struc & Improvements-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
23	651210	Maint WT Struc & Improvements-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
24	652100	Maint General WT Equipment-Mat Ord	0	0	0	0	0	0	0	0	0	0	0
25	652110	Maint General WT Equipment-Mat Prg	0	0	0	0	0	0	0	0	0	0	0
26	652200	Maint Softening Equipment-Materials	0	0	0	0	0	0	0	0	0	0	0
27	652300	Maint General WT Equipment-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
28	652310	Maint General WT Equipment-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
29		TOTAL WT EXPENSES	3,895,459	181,785	0	(152,067)	(91,299)	0	0	0	0	0	(61,600)

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1C
Page 9 of 19
Witness Responsible: M.A. Millarf, S. A. Miller

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: ____ ORIGINAL ____ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (CENTRAL DIVISION)

Line No.	Account Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
REGULATORY COMMISSION EXPENSES													
1		REGULATORY COMMISSION EXPENSES											
2	928100	Amort Expense of Rate Proceedings	\$361,526	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$85,050)	\$0	(\$85,050)
3	928110	Amort Serv Study Exp Cost	0	0	0	0	0	0	0	0	0	0	0
4	928200	Tax Savings	0	0	0	0	0	0	0	0	0	0	0
5	928300	Amort of Other Regulatory Expenses	0	0	0	0	0	0	0	0	0	0	0
6	928400	Other Regulatory Expenses - Current	0	0	0	0	0	0	0	0	7,000	0	7,000
7	928500	Amort Misc Charges	0	0	0	0	0	0	0	0	0	0	0
8	930200	Misc General Expenses Current	607,669	0	0	0	0	0	0	0	0	0	0
9	930210	Amort Orig Cost Study	0	0	0	0	0	0	0	0	0	0	0
10	930220	Amort Misc General Expenses	32,692	0	0	0	0	0	0	0	0	0	0
11	930230	Misc Gen Exp - Community Relations	0	0	0	0	0	0	0	0	0	0	0
12	930240	Amort Plant Expansion Study	0	0	0	0	0	0	0	0	0	0	0
13	930250	Meals & Travel Expenses - Taxable	23,708	0	0	0	0	0	0	0	0	0	0
14	930260	Donations	0	0	0	0	0	0	0	0	0	0	0
15	930270	Data Processing Communication Exp	0	0	0	0	0	0	0	0	0	0	0
16	930280	Research & Development Expenses	0	0	0	0	0	0	0	0	0	0	0
17	930300	Research & Development Exp - Ser Co	0	0	0	0	0	0	0	0	0	0	0
18	930350	Non-deductible Penalties	0	0	0	0	0	0	0	0	0	0	0
19	930500	Lobbying Expenses	0	0	0	0	0	0	0	0	0	0	0
20	930510	Transportation Expenses	618,657	0	0	0	0	0	0	0	0	0	0
21	930600	Transportation Cap (A&B)	0	0	0	0	0	0	0	0	0	0	0
22	930610	Transportation Cap (C&R)	0	0	0	0	0	0	0	0	0	0	0
23	930620	Transportation Cap (H)	0	0	0	0	0	0	0	0	0	0	0
24	930630	Misc Gen Exp - Company Dues	46,098	0	0	0	0	0	0	0	0	0	0
25	930880	Misc General Exp-Taxable Co Dues	262,740	0	0	0	0	0	0	0	0	0	0
26	930890	Rents	31,901	0	0	0	0	0	0	0	0	0	0
27	931000	Maint A&G Struc & Improv-Material Ord	109,806	0	0	0	0	0	0	0	0	0	0
28	932100	Maint A&G Struc & Improv-Material Prg	0	0	0	0	0	0	0	0	0	0	0
29	932110	Maint A&G Struc & Improv	0	0	0	0	0	0	0	0	0	0	0
30	932120	Maint A&G Struc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
31	932200	Maint A&G Struc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
32	932210	Maint A&G Office Furniture-Material Ord	0	0	0	0	0	0	0	0	0	0	0
33	932300	Maint A&G Office Furniture-Material Prg	0	0	0	0	0	0	0	0	0	0	0
34	932310	Maint A&G Office Furniture-Material Prg	0	0	0	0	0	0	0	0	0	0	0
35	932400	Maint A&G Office Furniture-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
36	932410	Maint A&G Office Furniture-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
37	932500	Maint A&G Communication Equip-Material	0	0	0	0	0	0	0	0	0	0	0
38	932600	Maint A&G Communication Equip-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
39	932610	Maint A&G Communication Equip-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
40	932700	Maint A&G Misc Property-Material Ord	25,300	0	0	0	0	0	0	0	0	0	0
41	932710	Maint A&G Misc Property-Material Prg	0	0	0	0	0	0	0	0	0	0	0
42	932800	Maint A&G Misc Property-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
43	932810	Maint A&G Misc Property-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
44	932810	Total A & G Expenses	14,259,039	141,661	0	0	0	(1,159,971)	43,010	(124,374)	(78,050)	(28,259)	(1,206,083)
45		Total O & M Expenses	\$26,105,058	\$587,989	\$347,046	(\$152,067)	(\$81,299)	(\$1,159,971)	\$43,010	(\$124,374)	(\$78,050)	(\$28,259)	(\$656,074)

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: X_ BASE PERIOD, X_ FORECASTED PERIOD
TYPE OF FILING: ORIGINAL_UPDATED_X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (CENTRAL DIVISION)

SCHEDULE D-1C
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Witness Responsible: M.A. Miller/ S. A. Miller

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-21 Sch D-2.3	Total Adjustments	Grand Total Adjustments
		PUMPING EXPENSES									
2	620200	Operation Sup & Eng-Electric	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	620300	Operation Sup & Eng-Other	0	0	0	0	0	0	0	0	0
4	622100	Power Production Expenses	0	0	0	0	0	0	0	0	0
5	622200	Power Production Labor	0	0	0	0	0	0	0	0	0
6	623110	Power Purchased for Pumping-Elec	2,552,231	0	0	0	0	0	0	0	347,046
7	623120	Power Purchased for Pumping-Elec Adj	0	0	0	0	0	0	0	0	0
8	623210	Power Purchased for Pumping-Other	0	0	0	0	0	0	0	0	0
9	624200	Pumping Labor-Electric	0	0	0	0	0	0	0	0	0
10	624300	Pumping Labor-Other	0	0	0	0	0	0	0	0	0
11	624500	Pumping Expenses-Electric	0	0	0	0	0	0	0	0	0
12	624600	Pumping Expenses-Other	0	0	0	0	0	0	0	0	0
13	626200	Misc Pumping Labor-Electric	0	0	0	0	0	0	0	0	0
14	626300	Misc Pumping Labor-Other	0	0	0	0	0	0	0	0	0
15	626500	Misc Pumping Expenses-Electric	2,616	0	0	0	(2,616)	0	0	(2,616)	(2,616)
16	626600	Misc Pumping Expenses-Other	0	0	0	0	0	0	0	0	0
17	627200	Rents-Electric	0	0	0	0	0	0	0	0	0
18	627300	Rents-Other	0	0	0	0	0	0	0	0	0
19	630200	Maint Sup & Eng-Electric Ord	62,241	0	0	0	0	0	0	0	112,109
20	630210	Maint Sup & Eng-Electric Prg	0	0	0	0	0	0	0	0	0
21	630300	Maint Sup & Eng-Other Ord	0	0	0	0	0	0	0	0	0
22	630310	Maint Sup & Eng-Other Prg	0	0	0	0	0	0	0	0	0
23	631100	Maint Pumping Struc & Improv-Material Ord	0	0	0	0	0	0	0	0	0
24	631110	Maint Pumping Struc & Improv-Material Prg	0	0	0	0	0	0	0	0	0
25	631200	Maint Pumping Struc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0
26	631210	Maint Pumping Struc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0
27	632100	Maint Power Production Equip-Mat Ord	0	0	0	0	0	0	0	0	0
28	632110	Maint Power Production Equip-Mat Prg	0	0	0	0	0	0	0	0	0
29	632200	Maint Power Production Equip-Lab Ord	0	0	0	0	0	0	0	0	0
30	632210	Maint Power Production Equip-Lab Prg	0	0	0	0	0	0	0	0	0
31	633200	Maint Pumping Equip-Material-Electric Ord	0	0	0	0	0	0	0	0	0
32	633210	Maint Pumping Equip-Material-Electric Prg	0	0	0	0	0	0	0	0	0
33	633300	Maint Pumping Equip-Material-Other Ord	0	0	0	0	0	0	0	0	0
34	633310	Maint Pumping Equip-Material-Other Prg	0	0	0	0	0	0	0	0	0
35	633500	Maint Pumping Equip-Labor-Electric Ord	0	0	0	0	0	0	0	0	0
36	633510	Maint Pumping Equip-Labor-Electric Prg	0	0	0	0	0	0	0	0	0
37	633600	Maint Pumping Equip-Labor-Other Ord	0	0	0	0	0	0	0	0	0
38	633610	Maint Pumping Equip-Labor-Other Prg	0	0	0	0	0	0	0	0	0
39		TOTAL PUMPING EXPENSES	2,617,088	0	0	0	(2,616)	0	0	(2,616)	456,539

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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1C
Page 13 of 19
Witness Responsible: M.A. Miller, S. A. Miller

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL _ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (CENTRAL DIVISION)

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-21 Sch D-2.3	Total Adjustments	Grand Total Adjustments
WATER TREATMENT EXPENSES (WT)											
1	640000	Operation Supervision & Engineering	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$672,668
2	641110	Chemicals-Carbon	0	0	0	0	0	0	0	0	0
3	641100	General Chemicals	1,562,580	0	0	0	0	0	0	0	(152,067)
4	641200	Softening Chemicals	0	0	0	0	0	0	0	0	0
5	642100	General WT Labor	1,287,333	0	0	0	0	0	0	0	(406,352)
6	642200	Softening Labor	0	0	0	0	0	0	0	0	0
7	642300	General WT Expenses	127,728	0	0	27,265	0	0	0	27,265	27,265
8	642390	General WT Administration	0	0	0	0	0	0	0	0	0
9	642400	Softening Expenses	0	0	0	0	0	0	0	0	0
10	643100	Misc Expenses	82,878	0	0	(8,757)	0	0	0	(8,757)	(8,757)
11	643190	Misc Expenses - Service Co	0	0	0	0	0	0	0	0	0
12	643190	Misc Labor	0	0	0	0	0	0	0	0	0
13	643200	Waste Disposal Expenses	273,034	0	0	0	0	0	0	0	(167,047)
14	643300	Amort Waste Disposal Expenses	80,502	0	0	0	0	0	0	0	75,748
15	644000	Rents	0	0	0	0	0	0	0	0	0
16	644000	Maint Supervision & Engineering Ord	84,571	0	0	0	0	0	0	0	(84,571)
17	650000	Maint Supervision & Engineering Prg	0	0	0	0	0	0	0	0	0
18	650010	Maint WT Struc & Improvements-Mat Ord	235,459	0	0	0	0	0	0	0	(42,259)
19	651100	Maint WT Struc & Improvements-Mat Prg	0	0	0	0	0	0	0	0	0
20	651110	Maint WT Struc & Improvements-Mat Ord	151,371	0	0	0	0	0	0	0	(21,552)
21	651120	Maint WT Struc & Improvements-Labor Ord	0	0	0	0	0	0	0	0	0
22	651200	Maint WT Struc & Improvements-Labor Prg	0	0	0	0	0	0	0	0	0
23	651210	Maint General WT Equipment-Mat Ord	0	0	0	0	0	0	0	0	0
24	652100	Maint General WT Equipment-Mat Prg	0	0	0	0	0	0	0	0	0
25	652110	Maint General WT Equipment-Mat Ord	0	0	0	0	0	0	0	0	0
26	652200	Maint Softening Equipment-Materials	0	0	0	0	0	0	0	0	0
27	652300	Maint General WT Equipment-Labor Ord	0	0	0	0	0	0	0	0	0
28	652310	Maint General WT Equipment-Labor Prg	0	0	0	0	0	0	0	0	0
29											
30		TOTAL WT EXPENSES	3,885,456	0	0	18,508	26,229	0	0	44,737	(16,853)

KENTUCKY-AMERICAN WATER COMPANY
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FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: X_ BASE PERIOD, X_ FORECASTED PERIOD
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WORKPAPER REFERENCE NO(S): SCH D-2.3 (CENTRAL DIVISION)

SCHEDULE D-1C
Page 16 of 19
Witness Responsible: M.A. Miller/, S. A. Miller

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-21 Sch D-2.3	Total Adjustments	Grand Total Adjustments
ADMINISTRATIVE & GENERAL EXP(A&G)											
1	920000	Salaries	\$592,981	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$128,381
2	920500	Incentive Plan Expense	239,270	0	0	0	0	0	0	0	13,280
3	921100	Expenses of Employees	112,513	0	0	(25,255)	0	0	0	(25,255)	(25,255)
4	921130	Dues for Clubs - Dad	0	0	25,323	0	0	0	0	25,323	25,323
5	921200	Misc Office Expenses	346,830	0	0	(21,623)	0	0	0	(21,623)	(21,623)
6	923100	Service Company Charges	7,176,100	0	0	0	0	0	0	0	(1,156,971)
7	923180	Service Company Charges - Out Agency	0	0	0	0	0	0	0	0	0
8	923200	Auditing Services	74,817	0	0	0	(2,817)	0	0	(2,817)	(2,817)
9	923300	Legal Services	70,889	0	0	0	1,872	0	0	1,872	1,872
10	923400	Engineering Services	0	0	0	0	0	0	0	0	0
11	923500	Other Services - Current	394,100	0	0	0	212,257	0	0	212,257	212,257
12	923500	Other Services - Current	70,342	0	0	0	0	0	0	0	56,473
13	924000	Property Insurance	118,953	0	0	0	0	0	0	0	27,241
14	925110	Workers Compensation	0	0	0	0	0	0	0	0	0
15	925120	Workers Comp Cap (A&B)	0	0	0	0	0	0	0	0	0
16	925130	Workers Comp Cap (H)	0	0	0	0	0	0	0	0	0
17	925140	Workers Comp Cap (C&R)	0	0	0	0	0	0	0	0	0
18	925200	Injuries and Damages - Salaries	0	0	0	0	0	0	0	0	0
19	925300	Injuries and Damages - Expenses	9,380	0	0	0	8,083	0	0	8,083	8,083
20	925310	Injuries and Damages - Expenses	0	0	0	0	0	0	0	0	0
21	925400	General Liability	480,401	0	0	0	0	0	0	0	(114,074)
EMPLOYEE PENSIONS & BENEFITS											
22	926100	Accrued OPEB Expense	567,765	0	0	0	0	0	0	0	(155,709)
23	926110	Group Insurance Expense	1,103,564	0	0	0	0	0	0	0	199,719
24	926120	Other Grp Insurance Exp	0	0	0	0	0	0	0	0	0
25	926130	Group Ins Cap (A&B)	0	0	0	0	0	0	0	0	0
26	926140	Group Ins Cap (H)	0	0	0	0	0	0	0	0	0
27	926150	Group Ins Reimb	0	0	0	0	0	0	0	0	0
28	926160	Group Ins Cap (C&R)	0	0	0	0	0	0	0	0	0
29	926170	Group Ins Pretax Contribution	0	0	0	0	0	0	0	0	0
30	926200	Other Welfare & Educational Expenses	92,094	0	0	0	1,480	0	0	1,480	1,480
31	926210	Educational Expenses	0	0	0	0	0	0	0	0	0
32	926220	ESOP Contribution Expense	3,000	0	0	0	(3,000)	0	0	(3,000)	(3,000)
33	926250	401-K Contributions Expense	56,139	0	0	0	37,008	0	0	37,008	37,008
34	926260	401-K Cap (A&B)	0	0	0	0	0	0	0	0	0
35	926270	401-K Cap (H)	0	0	0	0	0	0	0	0	0
36	926280	401-K Cap (C&R)	0	0	0	0	0	0	0	0	0
37	926300	Suppl Pen Pay	0	0	0	0	0	0	0	0	0
38	926330	OPEB Expense Cap (A&B)	0	0	0	0	0	0	0	0	0
39	926340	OPEB Expense Cap (H)	0	0	0	0	0	0	0	0	0
40	926350	OPEB Expense Cap (C&R)	0	0	0	0	0	0	0	0	0
41	926370	FAS 112 Cost	0	0	0	0	0	0	0	0	0
42	926400	Pension Plan Payments - Current	563,493	0	0	0	0	0	0	0	0
43	926500	Other Pension Plan Expenses	46,311	0	0	0	45,329	0	0	45,329	(124,374)
44	926700	Pension Plan Pmts - Union	0	0	0	0	0	0	0	0	45,329
45	926800	Pensions - Capitalized - (A&B)	0	0	0	0	0	0	0	0	0
46	926800	Pensions - Capitalized - (H)	0	0	0	0	0	0	0	0	0
47	926900	Pensions - Capitalized - (C&R)	0	0	0	0	0	0	0	0	0
48	926910	Pensions - Capitalized - (C&R)	0	0	0	0	0	0	0	0	0

KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-1C
Page 19 of 19
Witness Responsible: M.A. Miller, S. A. Miller

Line No.	Account Number	Description	Base Period	Adj D-18 Sch D-2.4	Adj D-19 Sch D-2.4	Adj D-20 Sch D-2.4	Total Adjustment
1	403000	Depreciation	\$8,402,227	\$0	\$0	\$0	(\$632,202)
2	403100	Depreciation - CIAC	(\$58,739)	558,739	\$0	\$0	\$58,739
3			\$7,843,488	(\$73,463)	\$0	\$0	(\$73,463)
4							
5							
6		State Income Tax Impact	6.00%	\$4,408	\$0	\$0	\$4,408
7		Federal Income Tax Impact	35.00%	\$27,255	\$0	\$0	\$27,255
8		Net Operating Income Impact		\$600,539	\$0	\$0	\$600,539
9							
10		AMORTIZATION EXPENSE					
11	404100	Amortization Lin Term UI Plant	\$0	\$0	\$0	\$0	\$0
12	404110	Amortization Franchise Expense	0	0	0	0	0
13	404430	Amortization Regulatory Asset - AFUDC	16,314	0	9,414	0	9,414
14	408000	Amortization Utility Plant Acquisition Adj	10,805	0	2,246	0	2,246
15	407000	Amortization Property Losses	471,789	0	(\$59,607)	0	(\$9,607)
16		TOTAL AMORTIZATION	\$498,918	\$0	(\$47,947)	\$0	(\$47,947)
17							
18		State Income Tax Impact	6.00%	\$0	\$2,677	\$0	\$2,677
19		Federal Income Tax Impact	35.00%	\$0	\$17,788	\$0	\$17,788
20		Net Operating Income Impact		\$0	\$20,465	\$0	\$20,465
21							
22							
23							
24		TAXES, OTHER THAN INCOME					
25	408100	Real & Personal Property Taxes	\$2,338,992	\$0	\$0	\$290,523	\$290,523
26	408110	Gross Income & Receipts Taxes	47,418	0	0	35,478	35,478
27	408120	Invested Capital Tax	0	0	0	0	0
28	408030	Other General Taxes	112,230	0	0	(112,230)	(112,230)
29	408140	FUTA	5,148	0	0	10,365	10,365
30	408150	FUTA Capitalized - (A Work Order)	0	0	0	(10,312)	(10,312)
31	408040	FUTA Capitalized - (H Work Order)	0	0	0	0	0
32	408050	FUTA Capitalized - (C & R Work Order)	0	0	0	0	0
33	408160	FICA	439,712	0	0	86,456	86,456
34	408170	FICA Capitalized - (A Work Order)	0	0	0	(86,621)	(86,621)
35	408060	FICA Capitalized - (H Work Order)	0	0	0	0	0
36	408070	FICA Capitalized - (C & R Work Order)	0	0	0	0	0
37	408180	SUTA	6,140	0	0	4,951	4,951
38	408190	SUTA Capitalized - (A Work Order)	0	0	0	(6,445)	(6,445)
39	408080	SUTA Capitalized - (H Work Order)	0	0	0	0	0
40	408090	SUTA Capitalized - (C & R Work Order)	0	0	0	0	0
41	408220	Environmental Tax	0	0	0	0	0
42			\$2,949,630	\$0	\$0	\$200,165	\$200,165
43							
44		State Income Tax Impact	6.00%	\$0	\$0	\$0	\$0
45		Federal Income Tax Impact	35.00%	\$0	\$0	\$0	\$0
46		Net Operating Income Impact		\$0	\$0	\$0	\$0
47							
48							
49							
50							

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-007143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: X_1 BASE PERIOD, X_2 FORECASTED PERIOD
TYPE OF FILING: __ ORIGINAL __ UPDATED __X__ REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (CENTRAL DIVISION)

SCHEDULE D-2.1C
Page 1 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	To adjust Residential billed water revenue for the change in billing determinants at present rates for the forecasted test period.		
3		WIP-2	\$25,357,298
4			<u>25,302,325</u>
5			<u>\$54,973</u>
6			
7	To adjust Commercial billed water revenue for the change in billing determinants at present rates for the forecasted test period.		
8		WIP-2	\$12,420,665
9			<u>11,705,417</u>
10			<u>\$715,438</u>
11			
12	To adjust Industrial billed water revenue for the change in billing determinants at present rates for the forecasted test period.		
13		WIP-2	\$1,522,907
14			<u>1,388,572</u>
15			<u>\$134,335</u>
16			
17	To adjust Other Public-Authority billed water revenue for the change in billing determinants at present rates for the forecasted test period.		
18		WIP-2	\$3,740,884
19			<u>3,433,092</u>
20			<u>\$307,792</u>
21			
22	To adjust Sales For Resale (OWU) billed water revenue for the change in billing determinants at present rates for the forecasted test period.		
23		WIP-2	\$1,018,444
24			<u>1,043,516</u>
25			<u>(\$25,072)</u>
26			
27	To adjust Public Fire Service billed water revenue for the change in billing determinants at present rates for the forecasted test period.		
28		WIP-2	\$2,261,424
29			<u>2,196,664</u>
30			<u>\$64,760</u>
31			
32	To adjust Private Fire Service billed water revenue for the change in billing determinants at present rates for the forecasted test period.		
33		WIP-2	\$1,065,763
34			<u>1,049,466</u>
35			<u>\$16,277</u>
36			
37	To adjust Miscellaneous billed water revenue for the change in billing determinants at present rates for the forecasted test period.		
38		WIP-2	\$0
39			<u>5,020</u>
40			<u>(\$5,020)</u>
41			
42			
43	The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.		\$1,263,463
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: ___ ORIGINAL ___ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (CENTRAL DIVISION)

SCHEDULE D-2.1C
Page 2 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	To eliminate the net change in Residential water unbilled accrued utility revenues recorded during the base period.		
3			
4			
5			
6			
7	To eliminate the net change in Commercial water unbilled accrued utility revenues recorded during the base period.		
8			
9			
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11			
12	To eliminate the net change in Industrial water unbilled accrued utility revenues recorded during the base period.		
13			
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16			
17	To eliminate the net change in Other Public Authority water unbilled accrued utility revenues recorded during the base period.		
18			
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22	To eliminate the net change in Sales for Resale (OWU) water unbilled accrued utility revenues recorded during the base period.		
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43	The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.		
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Billed Revenues Adjustment D-1	Workpaper Reference	Amount
RESIDENTIAL		
Forecasted Amount	WIP-2	\$0
Base Period Amount		(45,565)
Pro Forma Adjustment		\$45,565
COMMERCIAL		
Forecasted Amount	WIP-2	\$0
Base Period Amount		(55,735)
Pro Forma Adjustment		\$55,735
INDUSTRIAL		
Forecasted Amount	WIP-2	\$0
Base Period Amount		(12,092)
Pro Forma Adjustment		\$12,092
OTHER PUBLIC AUTHORITY		
Forecasted Amount	WIP-2	\$0
Base Period Amount		(31,114)
Pro Forma Adjustment		\$31,114
SALES FOR RESALE (OWU)		
Forecasted Amount	WIP-2	\$0
Base Period Amount		(2,397)
Pro Forma Adjustment		\$2,397
PUBLIC FIRE SERVICE		
Forecasted Amount	WIP-2	\$0
Base Period Amount		0
Pro Forma Adjustment		\$0
PRIVATE FIRE SERVICE		
Forecasted Amount	WIP-2	\$0
Base Period Amount		0
Pro Forma Adjustment		\$0
MISCELLANEOUS		
Forecasted Amount	WIP-2	\$0
Base Period Amount		0
Pro Forma Adjustment		\$0
Total Unbilled Water Revenue Adjustment		\$146,923

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: ___ ORIGINAL _____ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (CENTRAL DIVISION)

SCHEDULE D-2.1C
Page 3 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Billed Revenue Adjustment D-1	Workpaper Reference	Amount
1				
2	To eliminate Residential billed sewer revenue for forecasted test period.			
3		RESIDENTIAL	WIP-2	\$0
4		Forecasted Amount		0
5		Base Period Amount		\$0
6		Pro Forma Adjustment		
7	To eliminate Commercial billed sewer revenue for the forecasted test period.			
8		COMMERCIAL	WIP-2	\$0
9		Forecasted Amount		0
10		Base Period Amount		\$0
11		Pro Forma Adjustment		
12	To eliminate Industrial billed sewer revenue for the forecasted test period.			
13		INDUSTRIAL	WIP-2	\$0
14		Forecasted Amount		0
15		Base Period Amount		\$0
16		Pro Forma Adjustment		
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43	The purpose of each adjustment is to eliminate the sewer revenue for the forecasted test period.	Total Sewer Revenue Adjustment		0
44		Total Revenue Adjustment		\$1,410,406
45				
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL _ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (CENTRAL DIVISION)

SCHEDULE D-2.2C
Page 1 of 1
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Worksheet Reference	Amount
1			
2	To adjust Activations Fees which were included in the base period under other misc service revenues.		
3	This also includes an adjustment for reconnection fees.		
4			
5			
6			
7	To adjust Returned Check Charges for the forecasted test period level of bad checks and reflect an adjustment for activation fees.		
8			
9			
10			
11			
12	To adjust for all other revenues for more current information. This includes an adjustment for billing and collecting for landfill services for the Lexington-Fayette Urban County Government and the reconnection fees.		
13			
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21			
22	To reflect AFUDC above the line based on the overall rate of return and qualifying CWIP.		
23	This includes the gross-up of the equity piece of AFUDC per SFAS 109.		
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Other Revenues, Adjustment D-2	Worksheet Reference	Amount
RECONNECTION FEES/ACTIVATION FEES		
Forecasted Amount	WIP-2	\$682,646
Base Period Amount		204,405
Pro Forma Adjustment		\$678,241
OTHER MISC SERV REVENUES		
Forecasted Amount	WIP-2	\$21,588
Base Period Amount		884,779
Pro Forma Adjustment		(\$663,191)
OTHER REVENUES		
Forecasted Amount	WIP-2	\$689,873
Base Period Amount		1,015,185
Pro Forma Adjustment		(\$325,312)
Total Other Revenue Adjustment		(\$10,262)
AFUDC, Adjustment D-3		
AFUDC ABOVE THE LINE		
Forecasted Amount	WIP-2	\$1,858,197
Base Period Amount		0
Pro Forma Adjustment		\$1,858,197

The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: X_ BASE PERIOD, X_ FORECASTED PERIOD
TYPE OF FILING: ORIGINAL, UPDATED, X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-3 (CENTRAL DIVISION)

SCHEDULE D-2.3C
Page 1 of 2
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Labor expense is being adjusted to reflect an increase due to union wage contracts and an increase of 3% for non-union employees to become effective April 1, 2007 and 2008.	WIP-3-1	\$5,675,808
3			5,087,819
4			\$587,989
5			
6	Fuel and Power expense is being adjusted to reflect the forecasted sales.	WIP-3-2	\$2,889,277
7			2,552,231
8			\$347,046
9			
10			
11			
12	Chemical expense is being adjusted to reflect the level of forecasted sales. Also reflected is the adjustment for contracted chemical prices made to the forecast.	WIP-3-3	\$1,410,513
13			1,562,580
14			(\$152,067)
15			
16			
17	Waste Disposal expense reflects two year amortization of the lagoon cleaning along with other normal recurring waste disposal expenses.	WIP-3-4	\$262,237
18			353,536
19			(\$81,299)
20			
21			
22	Management Fees expense reflects the forecasted charges from the Service Company for services rendered during the forecasted period including costs from the Southeast Region Service Company office, Shared Services Center, and the Customer Call Center.	WIP-3-5	\$8,016,129
23			7,176,100
24			(\$1,199,971)
25			
26			
27	Group Insurance reflects the premium to be paid for insurance coverage for employees plus costs associated with FAS 106.	WIP-3-6	\$1,714,339
28			1,671,329
29			\$43,010
30			
31			
32	Pension Expense reflects the forecasted level based on FAS 87 pension costs.	WIP-3-7	\$489,119
33			583,493
34			(\$124,374)
35			
36			
37	Regulatory Expense reflects a three year amortization of the cost of the current filing, as well as a five year amortization of the cost of service study.	WIP-3-8	\$283,476
38			361,526
39			(\$78,050)
40			
41			
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43			
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45			
46	Insurance Other than Group expense reflects the Company's forecasted cost for liability insurance, workers compensation and property insurance based upon the most recent actual bills.	WIP-3-9	\$641,337
47			669,696
48			(\$28,359)
49	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.		
50			

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: ___ ORIGINAL ___ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-3 (CENTRAL DIVISION)

SCHEDULE D-2.3C
Page 2 of 2
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Customer Accounting expense reflects the cost of customer billing, meter reading and other expenses related to this function, as well as allocations made from Central Division to Tri Village, Elk Lake, and Owenton.	<u>Customer Accounting Adjustment D-13</u> WIP-3-10	\$1,325,749 1,424,247 <u>(\$98,498)</u>
3			
4			
5			
6			
7	Rent expense reflects all leases and rental agreements that the company has entered into or is forecasted to enter into during the forecasted test period.	<u>Rent Adjustment D-14</u> WIP-3-11	\$32,165 34,401 <u>(\$2,236)</u>
8			
9			
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11			
12	General Office expense reflects all expenses related to the Company's office including telephone, employee expenses, supplies, as well as allocations from Central Division to Tri Village, Elk Lake, and Owenton.	<u>General Office Expense Adjustment D-15</u> WIP-3-12	\$401,524 483,051 <u>(\$81,527)</u>
13			
14			
15			
16			
17	Miscellaneous expenses reflect all remaining expenses that are not specifically assigned to the above discussed adjustments. Refer to workpapers for detailed listing. This also includes allocations from Central Division to Tri Village, Elk Lake, and Owenton.	<u>Miscellaneous Expenses Adjustment D-16</u> WIP-3-13	\$2,737,009 2,821,148 <u>(\$84,139)</u>
18			
19			
20			
21			
22	Maintenance expense reflect the costs of maintaining the property and assets of the Company. These expenses include amortizations of prior and forecasted deferred maintenance projects. It also includes normal maintenance of pumping equipment, mains, meters, as well as allocations from Central Division to Tri Village, Elk Lake, and Owenton.	<u>Maintenance Expense Adjustment D-17</u> WIP-3-14	\$1,376,727 1,250,439 <u>\$128,288</u>
23			
24			
25			
26			
27	Purchased Water represents water purchased from the Winchester Municipal System, Georgetown Municipal System, and Owen Water & Sewer.	<u>Purchased Water Expense Adjustment D-21</u> WIP-3-15	\$91,023 73,462 <u>\$17,561</u>
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The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.4C
Page 1 of 1
Witness Responsible: M.A. Millerr, S. A. Miller

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: ORIGINAL / UPDATED / REVISED
WORKPAPER REFERENCE NO(S): WIP-4 & WIP-5 (CENTRAL DIVISION)

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Depreciation expense reflects an increase due to an increased level of Utility Plant in Service.	WIP-4-1	\$7,770,025
3			7,843,488
4			(573,463)
5			
6	Amortization expense reflects the amortization of UPAA, Property Losses and Regulatory Asset on the equity gross-up of AFUDC.	WIP-4-1	\$450,971
7			498,918
8			(\$47,947)
9			
10			
11			
12	General Taxes represent Property Taxes, Payroll Taxes, PSC Fees and other miscellaneous taxes that are calculated to be expenses for the forecasted test period. This also includes the allocation of property tax from Central Division to Tri Village, Elk Lake, and Owenlon.	WIP-5	\$3,149,795
13			2,949,630
14			\$200,165
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32	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.		
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KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 SUMMARY OF JURISDICTIONAL FACTORS
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
 TYPE OF FILING: ___ ORIGINAL _____ UPDATED _X_ REVISD
 WORKPAPER REFERENCE NO(S): (CENTRAL DIVISION)

SCHEDULE D-3C
 Page 1 of 1
 Witness Responsible: S.A. Miller

Line No.	Accl	Account Title	Jurisdictional Factor	Description of Factor and/or method of Allocation
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
JURISDICTIONAL STATISTICS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-4C
Page 1 of 1

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

Line No.	Description	Statistic Total Company	Adjustment	Adjusted Total Company	Statistic for Jurisdiction	Jurisdictional Ratio
1						
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY

CASE NO: 2007-00143

EXPLANATION OF CHANGE IN JURISDICTIONAL PROCEDURES
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-SC
 Page 1 of 1

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
 TYPE OF FILING: __ ORIGINAL ___ UPDATED _X_ REVISED
 WORKPAPER REFERENCE NO(S): (CENTRAL DIVISION)

Line No.	Account No.	Description	Procedure Approved in Prior Case	Rational for Change
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1T
Page 1 of 19
Witness Responsible: M.A. Miller, S. A. Miller

DATA: X_ BASE PERIOD X_ FORECASTED PERIOD
TYPE OF FILING: ORIGINAL_UPDATED_X_REVISD
WORKPAPER REFERENCE NO(S): SCH D-2.1D-2.2 (TRIVILLAGE)

Line No.	Account Number	Description	Base Period	Adj. D-1 Sch D-2.1	Adj. D-2 Sch D-2.2	Adj. D-3 Sch D-2.2	Total Adjustments
Water Revenues							
1			\$	\$156,380	\$0	\$0	\$156,380
2	461100	Residential - Billed	838,047	0	0	0	0
3	461110	Residential - Unbilled	0	0	0	0	0
4	461200	Commercial - Billed	23,485	96,028	0	0	96,028
5	461210	Commercial - Unbilled	0	0	0	0	0
6	461300	Industrial - Billed	0	0	0	0	0
7	461310	Industrial - Unbilled	0	0	0	0	0
8	461400	Miscellaneous - Billed	0	0	0	0	0
9	461410	Miscellaneous - Unbilled	0	0	0	0	0
10	462000	Private Fire - Billed	0	0	0	0	0
11	462100	Private Fire - Unbilled	0	0	0	0	0
12	463000	Public Fire - Billed	0	0	0	0	0
13	463100	Public Fire - Unbilled	0	0	0	0	0
14	464200	OPA - Billed	16,121	24,080	0	0	24,080
15	464210	OPA - Unbilled	0	0	0	0	0
16	465000	Sales for Resale - Billed	0	0	0	0	0
17	465100	Sales for Resale - Unbilled	0	0	0	0	0
18		Total Water Revenues	877,653	276,488	0	0	276,488
Sewer Revenues							
20							
21	461000	Residential - Billed	0	0	0	0	0
22	461010	Residential - Billed Surcharge	0	0	0	0	0
23	461020	Commercial - Billed	0	0	0	0	0
24	461030	Commercial - Unbilled	0	0	0	0	0
25	462210	Industrial - Billed	0	0	0	0	0
26	462110	Industrial - Unbilled	0	0	0	0	0
27		Total Sewer Revenues	0	0	0	0	0
OTHER OPERATING REVENUES							
30							
31	471100	Reconnection Charges	1,400	0	6,688	0	6,688
32	471200	Other Miscellaneous Service Revenues	4,897	0	(4,897)	0	(4,897)
33	472000	Rents from Water Property	0	0	0	0	0
34	474100	Billing & Collection Services	0	0	0	0	0
35	474300	Other Water Revenues	0	0	0	0	0
36		AFUDC	0	0	0	0	0
37		TOTAL OTHER OPERATING REVENUES	6,297	0	1,791	0	1,791
38							
39		TOTAL OPERATING REVENUES	\$883,950	\$276,488	\$1,791	\$0	\$280,279
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2007-08143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1T
Page 2 of 19
Witness Responsible: M.A. Miller, S. A. Miller

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

Line No.	Account Number	Description	Base Period	Adj.		Total Adjustments
				D-1 Sch D-2.1	D-2 Sch D-2.2	
2		Revenues from Water/Wastewater				
3		Residential	\$038,047	\$158,380	\$0	\$158,380
4		Commercial	23,485	96,028	0	96,028
5		Industrial	0	0	0	0
6		Other Public Authority (OPA)	16,121	24,080	0	24,080
7		Sales for Resale (OWU)	0	0	0	0
8		Miscellaneous	0	0	0	0
9		Private Fire Service	0	0	0	0
10		Public Fire Service	0	0	0	0
11			0	0	0	0
12						
13		Total Water/Wastewater Revenues	877,653	278,488	0	278,488
14		Other Operating Revenues	6,297	1,791	0	1,791
15						
16		Total Operating Revenues	\$883,950	\$278,488	\$1,791	\$280,279
17						
18		TAX RATE				
19		State Income Tax Impact	6.00%	\$16,709	\$107	\$16,817
20		Federal Income Tax Impact	35.00%	\$91,623	\$589	\$92,212
21		Net Operating Income Impact		\$170,155	\$1,095	\$171,250
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1T
Page 9 of 19
Witness Responsible: M.A. Miller, S. A. Miller

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

Line No.	Account Number	Description	Base Period	Adj D-4	Adj D-5	Adj D-6	Adj D-7	Adj D-8	Adj D-9	Adj D-10	Adj D-11	Adj D-12	Total Adjustments
				Sch D-2.3	Sch D-2.3	Sch D-2.3	Sch D-2.3	Sch D-2.3	Sch D-2.3	Sch D-2.3	Sch D-2.3	Sch D-2.3	
2		ADMINISTRATIVE & GENERAL EXP(A&G) - CONT											
3	928100	Amort Expense of Rate Proceedings	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$5,280	\$0	\$5,280
4	928110	Amort Serv Study Exp Cost	0	0	0	0	0	0	0	0	0	0	0
5	928200	Tax Savings	0	0	0	0	0	0	0	0	0	0	0
6	928300	Amort of Other Regulatory Expenses	0	0	0	0	0	0	0	0	0	0	0
7	928400	Other Regulatory Expenses - Current	0	0	0	0	0	0	0	0	0	0	0
8	930200	Amort Misc Charges	0	0	0	0	0	0	0	0	0	0	0
9	930210	Misc General Expenses Current	943	0	0	0	0	0	0	0	0	0	943
10	930220	Amort Orig Cost Study	0	0	0	0	0	0	0	0	0	0	0
11	930230	Amort Misc General Expenses	0	0	0	0	0	0	0	0	0	0	0
12	930240	Misc Gen Exp - Community Relations	0	0	0	0	0	0	0	0	0	0	0
13	930250	Amort Plant Expansion Study	0	0	0	0	0	0	0	0	0	0	0
14	930260	Meals & Travel Expenses - Taxable	66	0	0	0	0	0	0	0	0	0	66
15	930270	Donations	0	0	0	0	0	0	0	0	0	0	0
16	930290	Data Processing Communication Exp	0	0	0	0	0	0	0	0	0	0	0
17	930300	Research & Development Expenses	0	0	0	0	0	0	0	0	0	0	0
18	930390	Research & Development Exp - Ser Co	0	0	0	0	0	0	0	0	0	0	0
19	930500	Non-deductible Penalties	0	0	0	0	0	0	0	0	0	0	0
20	930510	Lobbying Expenses	0	0	0	0	0	0	0	0	0	0	0
21	930600	Transportation Expenses	25,934	0	0	0	0	0	0	0	0	0	25,934
22	930610	Transportation Cap (A&B)	0	0	0	0	0	0	0	0	0	0	0
23	930620	Transportation Cap (C&R)	0	0	0	0	0	0	0	0	0	0	0
24	930630	Transportation Cap (H)	0	0	0	0	0	0	0	0	0	0	0
25	930690	Misc Gen Exp - Company Dues	0	0	0	0	0	0	0	0	0	0	0
26	930690	Misc Gen Exp - Other	0	0	0	0	0	0	0	0	0	0	0
27	930680	Misc General Exp-Taxable Co Dues	0	0	0	0	0	0	0	0	0	0	0
28	931000	Rents	(538)	0	0	0	0	0	0	0	0	0	(538)
29	932100	Maint A&G Struc & Improv-Material Ord	0	0	0	0	0	0	0	0	0	0	0
30	932110	Maint A&G Struc & Improv-Material Prg	0	0	0	0	0	0	0	0	0	0	0
31	932120	Amort A&G Struc & Improv	0	0	0	0	0	0	0	0	0	0	0
32	932200	Maint A&G Struc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
33	932210	Maint A&G Struc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
34	932300	Maint A&G Office Furniture-Material Ord	0	0	0	0	0	0	0	0	0	0	0
35	932310	Maint A&G Office Furniture-Material Prg	0	0	0	0	0	0	0	0	0	0	0
36	932400	Maint A&G Office Furniture-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
37	932410	Maint A&G Office Furniture-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
38	932500	Maint A&G Communication Equip-Material	0	0	0	0	0	0	0	0	0	0	0
39	932600	Maint A&G Com Equip-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
40	932610	Maint A&G Com Equip-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
41	932700	Maint A&G Misc Property-Material Ord	0	0	0	0	0	0	0	0	0	0	0
42	932710	Maint A&G Misc Property-Material Prg	0	0	0	0	0	0	0	0	0	0	0
43	932800	Maint A&G Misc Property-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
44	932810	Maint A&G Misc Property-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
45		Total A & G Expenses	84,737	(41,918)	0	0	0	112,085	87,939	24,904	5,280	12,889	201,179
46		Total O & M Expenses	\$883,555	\$9,923	\$0	\$840	\$0	\$112,085	\$87,939	\$24,904	\$5,280	\$12,889	\$253,651

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1T
Page 13 of 19
Witness Responsible: M.A. Miller, S. A. Miller

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

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-21 Sch D-2.3	Total Adjustments	Grand Total Adjustments
WATER TREATMENT EXPENSES (WT)											
1	640000	Operation Supervision & Engineering	50	0	0	0	0	0	0	0	0
2	641110	Chemicals-Carbon	0	0	0	0	0	0	0	0	0
3	641100	General Chemicals	0	0	0	0	0	0	0	0	840
4	641200	Softening Chemicals	0	0	0	0	0	0	0	0	0
5	642100	General WT Labor	9,601	0	0	0	0	0	0	0	71,128
6	642200	Softening Labor	0	0	0	0	0	0	0	0	0
7	642300	General WT Expenses	21,300	0	0	0	(8,706)	0	0	(8,706)	(8,706)
8	642390	General WT Administration	0	0	0	0	0	0	0	0	0
9	642400	Softening Expenses	0	0	0	0	0	0	0	0	0
10	643100	Misc Expenses	831	0	0	0	13,369	0	0	13,369	13,369
11	643190	Misc Expenses - Service Co	0	0	0	0	0	0	0	0	0
12	643200	Misc Labor	0	0	0	0	0	0	0	0	0
13	643300	Waste Disposal Expenses	0	0	0	0	0	0	0	0	0
14	643310	Amort Waste Disposal Expenses	0	0	0	0	0	0	0	0	0
15	644000	Rents	0	0	0	0	0	0	0	0	0
16	644000	Maint Supervision & Engineering Ord	0	0	0	0	0	0	0	0	0
17	650090	Maint Supervision & Engineering Prtg	0	0	0	0	0	0	0	0	0
18	650010	Maint WT Struc & Improvements-Mat Ord	6,033	0	0	0	0	(6,033)	0	(6,033)	(6,033)
19	651100	Maint WT Struc & Improvements-Mat Prtg	0	0	0	0	0	0	0	0	0
20	651110	Maint WT Structures	0	0	0	0	0	0	0	0	0
21	651120	Maint WT Struc & Improvements-Labor Ord	0	0	0	0	0	0	0	0	0
22	651200	Maint WT Struc & Improvements-Labor Prtg	0	0	0	0	0	0	0	0	0
23	651210	Maint General WT Equipment-Mat Ord	0	0	0	0	0	0	0	0	0
24	652100	Maint General WT Equipment-Mat Prtg	0	0	0	0	0	0	0	0	0
25	652110	Maint General WT Equipment-Mat Ord	0	0	0	0	0	0	0	0	0
26	652200	Maint Softening Equipment-Materials	0	0	0	0	0	0	0	0	0
27	652300	Maint General WT Equipment-Labor Ord	0	0	0	0	0	0	0	0	0
28	652310	Maint General WT Equipment-Labor Prtg	0	0	0	0	0	0	0	0	0
29											
30		TOTAL WT EXPENSES	37,765	0	0	0	4,563	(6,033)	0	(1,370)	70,599

KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1T
Page 19 of 19
Witness Responsible: M.A. Miller, S. A. Miller

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

Line No.	Account Number	Description	Base Period	Adj D-18 Sch D-2.4	Adj D-19 Sch D-2.4	Adj D-20 Sch D-2.4	Total Adjustment
1	403000	Depreciation	\$68,080	\$0	\$0	\$0	\$123,513
2	403100	Depreciation - CIAC	(19,427)	\$0	\$0	\$0	19,427
3			\$38,653	\$142,940	\$0	\$0	\$142,940
4							
5			6.00%	\$0	\$0	\$0	\$0
6		State Income Tax Impact		(\$8,576)	\$0	\$0	(\$8,576)
7		Federal Income Tax Impact	35.00%	(\$53,031)	\$0	\$0	(\$53,031)
8		Net Operating Income Impact		(\$61,599)	\$0	\$0	(\$61,599)
9							
10		AMORTIZATION EXPENSE					
11	404100	Amortization Lim Term UI Plant	\$0	\$0	\$0	\$0	\$0
12	404110	Amortization Franchise Expense	0	0	0	0	0
13	404430	Amortization Regulatory Asset - AFUDC	0	0	0	0	0
14	406000	Amortization Utility Plant Acquisition Adj	2	(2)	0	0	(2)
15	407000	Amortization Property Losses	0	0	0	0	0
16		TOTAL AMORTIZATION	\$2	(\$2)	\$0	\$0	(\$2)
17							
18		State Income Tax Impact	6.00%	\$0	\$0	\$0	\$0
19		Federal Income Tax Impact	35.00%	\$1	\$0	\$0	\$1
20		Net Operating Income Impact		\$1	\$0	\$0	\$1
21							
22							
23							
24		TAXES OTHER THAN INCOME					
25	408100	Real & Personal Property Taxes	\$0	\$0	\$53,713	\$0	\$53,713
26	408110	Gross Income & Receipts Taxes	0	0	1,895	0	1,895
27	408120	Invested Capital Tax	0	0	0	0	0
28	408130	Other General Taxes	0	0	0	0	0
29	408140	FUTA	119	0	626	0	626
30	408150	FUTA Capitalized - (A Work Order)	0	0	(270)	0	(270)
31	408040	FUTA Capitalized - (H Work Order)	0	0	0	0	0
32	408050	FUTA Capitalized - (C & R Work Order)	0	0	0	0	0
33	408160	FICA	7,630	0	0	0	18,205
34	408170	FICA Capitalized - (A Work Order)	0	0	(2,594)	0	(2,594)
35	408060	FICA Capitalized - (H Work Order)	0	0	0	0	0
36	408070	FICA Capitalized - (C & R Work Order)	0	0	0	0	0
37	408180	SUTA	152	0	382	0	382
38	408190	SUTA Capitalized - (A Work Order)	0	0	(169)	0	(169)
39	408080	SUTA Capitalized - (H Work Order)	0	0	0	0	0
40	408090	SUTA Capitalized - (C & R Work Order)	0	0	0	0	0
41	408220	Environmental Tax	0	0	0	0	0
42			\$7,901	\$0	\$71,789	\$0	\$71,789
43							
44		State Income Tax Impact	6.00%	\$0	(\$4,307)	\$0	(\$4,307)
45		Federal Income Tax Impact	35.00%	\$0	(\$23,619)	\$0	(\$23,619)
46		Net Operating Income Impact		\$0	(\$27,926)	\$0	(\$27,926)
47							
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.1T
Page 1 of 3
Witness Responsible: S.A. Miller

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

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1	Billed Revenues, Adjustment D-1		
2	To adjust Residential billed water revenue for the change in billing determinants at present rates for the forecasted test period.	WIP-2	\$996,427
3			839,047
4			\$156,380
5			
6			
7	To adjust Commercial billed water revenue for the change in billing determinants at present rates for the forecasted test period.	WIP-2	\$119,513
8			23,485
9			\$95,028
10			
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16			
17	To adjust Other Public Authority billed water revenue for the change in billing determinants at present rates for the forecasted test period.	WIP-2	\$40,201
18			16,121
19			\$24,080
20			
21			
22	To adjust Sales For Resale (OWU) billed water revenue for the change in billing determinants at present rates for the forecasted test period.	WIP-2	\$0
23			0
24			\$0
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37	To adjust Miscellaneous billed water revenue for the change in billing determinants at present rates for the forecasted test period.	WIP-2	\$0
38			0
39			\$0
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	Total Billed Water Revenue Adjustment		\$278,488

The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-2.1T
Page 2 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1	<u>Billed Revenues Adjustment D-1</u>		
2	RESIDENTIAL		
3	Forecasted Amount	WIP-2	\$0
4	Base Period Amount		0
5	Pro Forma Adjustment		\$0
6			
7	COMMERCIAL		
8	Forecasted Amount	WIP-2	\$0
9	Base Period Amount		0
10	Pro Forma Adjustment		\$0
11			
12	INDUSTRIAL		
13	Forecasted Amount	WIP-2	\$0
14	Base Period Amount		0
15	Pro Forma Adjustment		\$0
16			
17	OTHER PUBLIC AUTHORITY		
18	Forecasted Amount	WIP-2	\$0
19	Base Period Amount		0
20	Pro Forma Adjustment		\$0
21			
22	SALES FOR RESALE (OWU)		
23	Forecasted Amount	WIP-2	\$0
24	Base Period Amount		0
25	Pro Forma Adjustment		\$0
26			
27	PUBLIC FIRE SERVICE		
28	Forecasted Amount	WIP-2	\$0
29	Base Period Amount		0
30	Pro Forma Adjustment		\$0
31			
32	PRIVATE FIRE SERVICE		
33	Forecasted Amount	WIP-2	\$0
34	Base Period Amount		0
35	Pro Forma Adjustment		\$0
36			
37	MISCELLANEOUS		
38	Forecasted Amount	WIP-2	\$0
39	Base Period Amount		0
40	Pro Forma Adjustment		\$0
41			
42	Total Unbilled Water Revenue Adjustment		\$0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-2.1T
Page 3 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1	Billed Revenue Adjustment D.1		
2	RESIDENTIAL		
3	Forecasted Amount	WIP-2	\$0
4	Base Period Amount		0
5	Pro Forma Adjustment		\$0
6			
7	COMMERCIAL		
8	Forecasted Amount	WIP-2	\$0
9	Base Period Amount		0
10	Pro Forma Adjustment		\$0
11			
12	INDUSTRIAL		
13	Forecasted Amount	WIP-2	\$0
14	Base Period Amount		0
15	Pro Forma Adjustment		\$0
16			
17	RESIDENTIAL		
18	Forecasted Amount	WIP-2	\$0
19	Base Period Amount		0
20	Pro Forma Adjustment		\$0
21			
22	COMMERCIAL		
23	Forecasted Amount	WIP-2	\$0
24	Base Period Amount		0
25	Pro Forma Adjustment		\$0
26			
27	INDUSTRIAL		
28	Forecasted Amount	WIP-2	\$0
29	Base Period Amount		0
30	Pro Forma Adjustment		\$0
31			
32			
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43	Total Sewer Revenue Adjustment		0
44			
45	Total Revenue Adjustment		\$278,488
46			
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The purpose of each adjustment is to eliminate the sewer revenue for the forecasted last period.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2009

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

SCHEDULE D-2.2T
Page 1 of 1
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Worksheet Reference	Amount
1			
2	To adjust Reconnection Fees for the forecasted test period.		
3			
4			
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6			
7	To adjust Returned Check Charges for the forecasted test period level of bad checks.		
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The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.

Other Revenues Adjustment D-2	Worksheet Reference	Amount
RECONNECTION FEES		
Forecasted Amount	WIP-2	\$0,089
Base Period Amount		1,400
Pro Forma Adjustment		\$6,668
OTHER MISC SERV REVENUES		
Forecasted Amount	WIP-2	\$0
Base Period Amount		4,897
Pro Forma Adjustment		(\$4,897)
OTHER REVENUES		
Forecasted Amount	WIP-2	\$0
Base Period Amount		0
Pro Forma Adjustment		\$0
Total Other Revenue Adjustment		\$1,791
AFUDC Adjustment D-3		
AFUDC ABOVE THE LINE		
Forecasted Amount	WIP-2	\$0
Base Period Amount		0
Pro Forma Adjustment		\$0

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.3T
Page 1 of 2
Witness Responsible: S.A. Miller

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

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Labor expense is being adjusted to reflect an increase due to union wage contracts and an increase of 3% for non-union employees to become effective April 1, 2007 and 2008.	<u>Labor Adjustment D-4</u>	
3		Forecasted Amount	\$303,784
4		Base Period Amount	<u>293,861</u>
5		Pro Forma Adjustment	\$9,923
6			
7		<u>Fuel & Power Adjustment D-5</u>	
8		Forecasted Amount	\$0
9		Base Period Amount	<u>0</u>
10		Pro Forma Adjustment	\$0
11			
12	Chemical expense is being adjusted to reflect the level of forecasted sales. Also reflected is the adjustment for contracted chemical prices made to the forecast.	<u>Chemicals Adjustment D-6</u>	
13		Forecasted Amount	\$840
14		Base Period Amount	<u>0</u>
15		Pro Forma Adjustment	\$840
16			
17		<u>Waste Disposal Adjustment D-7</u>	
18		Forecasted Amount	\$0
19		Base Period Amount	<u>0</u>
20		Pro Forma Adjustment	\$0
21			
22	Management Fees expense reflects the forecasted charges from the Service Company for services rendered during the forecasted period including costs from the Southeast Region Service Company office, Shared Services Center, and the Customer Call Center.	<u>Management Fees Adjustment D-8</u>	
23		Forecasted Amount	\$112,085
24		Base Period Amount	<u>0</u>
25		Pro Forma Adjustment	\$112,085
26			
27	Group Insurance reflects the premium to be paid for insurance coverage for employees plus costs associated with FAS 106.	<u>Group Insurance Adjustment D-9</u>	
28		Forecasted Amount	\$85,158
29		Base Period Amount	<u>(1,781)</u>
30		Pro Forma Adjustment	\$87,939
31			
32	Pension Expense reflects the forecasted level based on FAS 97 pension costs.	<u>Pensions Adjustment D-10</u>	
33		Forecasted Amount	\$23,100
34		Base Period Amount	<u>(1,804)</u>
35		Pro Forma Adjustment	\$24,904
36			
37	Regulatory Expense reflects a three year amortization of the cost of the current filing, as well as a five year amortization of the cost of service study.	<u>Regulatory Expense Adjustment D-11</u>	
38		Forecasted Amount	\$5,280
39		Base Period Amount	<u>0</u>
40		Pro Forma Adjustment	\$5,280
41			
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45		<u>Insurance Other than Group Adjustment D-12</u>	
46	Insurance Other than Group expense reflects the Company's forecasted cost for liability insurance, worker's compensation and property insurance based upon the most recent actual bills.	Forecasted Amount	\$12,614
47		Base Period Amount	<u>(275)</u>
48		Pro Forma Adjustment	\$12,889
49	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted last period.		
50			

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.3T
Page 2 of 2
Witness Responsible: S.A. Miller

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

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Customer Accounting expense reflects the cost of customer billing, meter reading and other expenses related to this function, as well as allocations made from Central Division to Tri Village and Elk Lake.	<u>Customer Accounting, Adjustment D-13</u>	
3		Forecasted Amount	\$13,232
4		Base Period Amount	7,823
5		Pro Forma Adjustment	\$25,609
6			
7	Rent expense reflects all leases and rental agreements that the company has entered into or is forecasted to enter into during the forecasted test period.	<u>Rent, Adjustment, D-14</u>	
8		Forecasted Amount	\$20,000
9		Base Period Amount	19,589
10		Pro Forma Adjustment	\$411
11			
12	General Office expense reflects all expenses related to the Company's office including telephone, employee expenses, supplies, as well as allocations from Central Division to Tri Village and Elk Lake.	<u>General Office Expense, Adjustment D-15</u>	
13		Forecasted Amount	\$10,625
14		Base Period Amount	12,176
15		Pro Forma Adjustment	(\$1,551)
16			
17	Miscellaneous expenses reflect all remaining expenses that are not specifically assigned to the above discussed adjustments. Refer to workpapers for detailed listing. This also includes allocations from Central Division to Tri Village and Elk Lake.	<u>Miscellaneous Expenses, Adjustment D-16</u>	
18		Forecasted Amount	\$136,065
19		Base Period Amount	107,701
20		Pro Forma Adjustment	\$28,364
21			
22	Maintenance expense reflect the costs of maintaining the property and assets of the Company. These expenses include amortizations of prior and forecasted deferred maintenance projects. It also includes normal maintenance of pumping equipment, mains, meters, as well as allocations from Central Division to Tri Village and Elk Lake.	<u>Maintenance Expense, Adjustment D-17</u>	
23		Forecasted Amount	\$29,422
24		Base Period Amount	17,768
25		Pro Forma Adjustment	\$11,654
26			
27	Purchased Water represents water purchased from the Winchester Municipal System, Georgetown Municipal System, and Owen Water & Sewer.	<u>Purchased Water Expense, Adjustment D-21</u>	
28		Forecasted Amount	\$167,237
29		Base Period Amount	428,697
30		Pro Forma Adjustment	(\$61,460)
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The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: X, BASE PERIOD X, FORECASTED PERIOD X, SCHEDULE D-2.1T
TYPE OF FILING: ORIGINAL, UPDATED, X, REVISED Page 1 of 1
WORKPAPER REFERENCE NO(S): WIP-4 & WIP-5 (TRI VILLAGE) Witness Responsible: M.A. Miller, S. A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Depreciation expense reflects an increase due to an increased level of Utility Plant in Service.		
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12	General Taxes represent Property Taxes, Payroll Taxes, PSC Fees and other miscellaneous taxes that are calculated to be expenses for the forecasted test period. This also includes the allocation of property tax from Central Division to Tri Village, Elk Lake, and Owenton.		
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The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.

Workpaper Reference	Amount
WIP-4-1	\$181,593
	38,653
	\$142,940
WIP-4-1	50
	2
	(\$2)
WIP-5	\$79,660
	7,901
	\$71,759

KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 SUMMARY OF JURISDICTIONAL FACTORS
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2000

SCHEDULE D-3T
 Page 1 of 1
 Witness Responsible: S.A. Miller

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

Line No.	Acc't	Account Title	Jurisdictional Factor	Description of Factor and/or method of Allocation
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
JURISDICTIONAL STATISTICS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-4T
Page 1 of 1

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ORIGINAL_ _UPDATED_ X _REVISED
WORKPAPER REFERENCE NO(S): (TRIVILLAGE)

Line No.	Description	Statistic Total Company	Adjustment	Adjusted Total Company	Statistic for Jurisdiction	Jurisdictional Ratio
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 EXPLANATION OF CHANGE IN JURISDICTIONAL PROCEDURES
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-JT
 Page 1 of 1

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

Line No.	Account No.	Description	Procedure Approved in Prior Case	Rational for Change
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1E
Page 1 of 19
Witness Responsible: M.A. Miller/ S. A. Miller

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: ORIGINAL UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.1/D-2.2 (ELK LAKE)

Line No.	Account Number	Description	Base Period	Adj. D-1 Sch D-2.1	Adj. D-2 Sch D-2.2	Adj. D-3 Sch D-2.2	Total Adjustments
1		<u>Water Revenues</u>					
2	461100	Residential - Billed	\$81,625	\$11,762	\$0	\$0	\$11,762
3	461110	Residential - Unbilled	0	0	0	0	0
4	461200	Commercial - Billed	131	120	0	0	120
5	461210	Commercial - Unbilled	0	0	0	0	0
6	461300	Industrial - Billed	0	0	0	0	0
7	461310	Industrial - Unbilled	0	0	0	0	0
8	461400	Miscellaneous - Billed	0	0	0	0	0
9	461410	Miscellaneous - Water Sales Billed Unmetered	0	0	0	0	0
10	462000	Private Fire - Billed	0	0	0	0	0
11	462100	Private Fire - Unbilled	0	0	0	0	0
12	463000	Public Fire - Billed	0	0	0	0	0
13	463100	Public Fire - Unbilled	0	0	0	0	0
14	464200	CPA - Billed	0	0	0	0	0
15	464210	CPA - Unbilled	0	0	0	0	0
16	466000	Sales for Resale - Billed	0	0	0	0	0
17	466100	Sales for Resale - Unbilled	0	0	0	0	0
18		Total Water Revenues	81,755	11,882	0	0	11,882
19							
20		<u>Sewer Revenues</u>					
21	461000	Residential - Billed	0	0	0	0	0
22	461010	Residential - Billed Surcharge	0	0	0	0	0
23	461020	Commercial - Billed	0	0	0	0	0
24	461030	Commercial - Unbilled	0	0	0	0	0
25	462210	Industrial - Billed	0	0	0	0	0
26	462110	Industrial - Unbilled	0	0	0	0	0
27		Total Sewer Revenues	0	0	0	0	0
28							
29							
30		<u>OTHER OPERATING REVENUES</u>					
31	471100	Reconnection Charges	0	0	0	0	0
32	471200	Other Miscellaneous Service Revenues	0	0	0	0	0
33	472000	Rents from Water Property	0	0	0	0	0
34	474100	Billing & Collection Services	0	0	0	0	0
35	474300	Other Water Revenues	0	0	0	0	0
36		AFUDC	0	0	0	0	0
37		TOTAL OTHER OPERATING REVENUES	0	0	0	0	0
38							
39		TOTAL OPERATING REVENUES	\$81,755	\$11,882	\$0	\$0	\$11,882
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1E
Page 2 of 19
Witness Responsible: M.A. Miller/ S. A. Miller

DATA: X_ BASE PERIOD_X_ FORECASTED PERIOD
TYPE OF FILING: ORIGINAL_X_ UPDATED_X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.1/D-2.2 (ELK LAKE)

Line No.	Account Number	Description	Base Period	Adj. D-1 Sch D-2.1	Adj. D-2 Sch D-2.2	Adj. D-3 Sch D-2.2	Total Adjustments
2							
3							
4		Revenues from Water/Wastewater	\$81,625	\$11,762	\$0	\$0	\$11,762
5		Residential	131	120	0	0	120
6		Commercial	0	0	0	0	0
7		Industrial	0	0	0	0	0
8		Other Public Authority (OPA)	0	0	0	0	0
9		Sales for Resale (OWU)	0	0	0	0	0
10		Miscellaneous	0	0	0	0	0
11		Private Fire Service	0	0	0	0	0
12		Public Fire Service	0	0	0	0	0
13		Total Water/Wastewater Revenues	81,756	11,882	0	0	11,882
14		Other Operating Revenues	0	0	0	0	0
15		Total Operating Revenues	\$81,756	\$11,882	\$0	\$0	\$11,882
16							
17							
18		TAX RATE					
19		State Income Tax Impact	6.00%	\$713	\$0	\$0	\$713
20		Federal Income Tax Impact	35.00%	\$3,909	\$0	\$0	\$3,909
21		Net Operating Income Impact		\$7,260	\$0	\$0	\$7,260
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL _X_ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (ELK LAKE)

SCHEDULE D-1E
Page 9 of 19
Witness Responsible: M.A. Miller, S. A. Miller

Line No.	Account Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
REGULATORY & GENERAL EXPENSES													
2	928100	Amort Expense of Rate Proceedings	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$732	\$0	\$732
3	928110	Amort Serv Study Exp Cost	0	0	0	0	0	0	0	0	0	0	0
4	928200	Tax Savings	0	0	0	0	0	0	0	0	0	0	0
5	928300	Amort of Other Regulatory Expenses	0	0	0	0	0	0	0	0	0	0	0
6	928400	Other Regulatory Expenses - Current	0	0	0	0	0	0	0	0	0	0	0
7	930200	Amort Misc Charges	0	0	0	0	0	0	0	0	0	0	0
8	930210	Misc General Expenses Current	131	0	0	0	0	0	0	0	0	0	131
9	930220	Amort Orig Cost Study	0	0	0	0	0	0	0	0	0	0	0
10	930230	Amort Misc General Expenses	0	0	0	0	0	0	0	0	0	0	0
11	930240	Misc Gen Exp - Community Relations	0	0	0	0	0	0	0	0	0	0	0
12	930250	Amort Plant Expansion Study	0	0	0	0	0	0	0	0	0	0	0
13	930260	Meals & Travel Expenses - Taxable	9	0	0	0	0	0	0	0	0	0	9
14	930270	Donations	0	0	0	0	0	0	0	0	0	0	0
15	930290	Data Processing Communication Exp	0	0	0	0	0	0	0	0	0	0	0
16	930300	Research & Development Expenses	0	0	0	0	0	0	0	0	0	0	0
17	930390	Research & Development Exp - Ser Co	0	0	0	0	0	0	0	0	0	0	0
18	930500	Non-deductible Penalties	0	0	0	0	0	0	0	0	0	0	0
19	930510	Lobbying Expenses	0	0	0	0	0	0	0	0	0	0	0
20	930510	Lobbying Expenses	0	0	0	0	0	0	0	0	0	0	0
21	930600	Transportation Expenses	3,604	0	0	0	0	0	0	0	0	0	3,604
22	930610	Transportation Cap (A&B)	0	0	0	0	0	0	0	0	0	0	0
23	930620	Transportation Cap (C&R)	0	0	0	0	0	0	0	0	0	0	0
24	930630	Transportation Cap (H)	0	0	0	0	0	0	0	0	0	0	0
25	930880	Misc Gen Exp - Company Dues	0	0	0	0	0	0	0	0	0	0	0
26	930980	Misc General Exp-Taxable Co Dues	0	0	0	0	0	0	0	0	0	0	0
27	930980	Misc General Exp-Taxable Co Dues	0	0	0	0	0	0	0	0	0	0	0
28	931000	Rentls	0	0	0	0	0	0	0	0	0	0	0
29	932100	Maint A&G Sinc & Improv-Material Ord	0	0	0	0	0	0	0	0	0	0	0
30	932110	Maint A&G Sinc & Improv-Material Prg	0	0	0	0	0	0	0	0	0	0	0
31	932120	Amort A&G Sinc & Improv	0	0	0	0	0	0	0	0	0	0	0
32	932200	Maint A&G Sinc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
33	932210	Maint A&G Sinc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
34	932300	Maint A&G Office Furniture-Material Ord	0	0	0	0	0	0	0	0	0	0	0
35	932310	Maint A&G Office Furniture-Material Prg	0	0	0	0	0	0	0	0	0	0	0
36	932400	Maint A&G Office Furniture-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
37	932410	Maint A&G Office Furniture-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
38	932500	Maint A&G Communication Equip-Material	0	0	0	0	0	0	0	0	0	0	0
39	932600	Maint A&G Com Equip-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
40	932610	Maint A&G Com Equip-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
41	932700	Maint A&G Misc Property-Material Ord	0	0	0	0	0	0	0	0	0	0	0
42	932710	Maint A&G Misc Property-Material Prg	0	0	0	0	0	0	0	0	0	0	0
43	932800	Maint A&G Misc Property-Labor Ord	0	0	0	0	0	0	0	0	0	0	0
44	932810	Maint A&G Misc Property-Labor Prg	0	0	0	0	0	0	0	0	0	0	0
45		Total A & G Expenses	34,532	(30,039)	0	0	0	15,539	13,930	3,840	732	702	4,705
46		Total O & M Expenses	\$87,428	\$4,097	\$0	\$0	\$0	\$15,539	\$13,930	\$3,840	\$732	\$702	\$38,840

KENTUCKY-AMERICAN WATER COMPANY

CASE NO: 2007-00143

SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-1E
Page 10 of 19
Witness Responsible: M.A. Miller, S. A. Miller

Line No.	Line Number	Description	Base Period	Adj D-4 Sch D-2.3	Adj D-5 Sch D-2.3	Adj D-6 Sch D-2.3	Adj D-7 Sch D-2.3	Adj D-8 Sch D-2.3	Adj D-9 Sch D-2.3	Adj D-10 Sch D-2.3	Adj D-11 Sch D-2.3	Adj D-12 Sch D-2.3	Total Adjustments
2	08	Operation Labor Expenses	\$41,640	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,097
3	24	Maintenance Labor Expenses	0	0	0	0	0	0	0	0	0	0	0
5		Total Labor	\$41,640	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,097
8		Total Operation Expenses	\$80,243	(\$32,831)	\$0	\$15,539	\$13,930	\$3,940	\$732	\$702	\$0	\$0	\$1,912
9		Total Maintenance Expenses	7,185	0	0	0	0	0	0	0	0	0	36,928
11		Total O & M Expenses	\$87,428	\$4,097	\$0	\$15,539	\$13,930	\$3,940	\$732	\$702	\$0	\$0	\$38,840
17	08	Labor	\$41,640	\$4,097	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,097
18	09	Purchased Water	26,734	0	0	0	0	0	0	0	0	0	0
19	10	Fuel and Power	0	0	0	0	0	0	0	0	0	0	0
20	11	Chemicals	0	0	0	0	0	0	0	0	0	0	0
21	12	Waste Disposal	0	0	0	0	0	0	0	0	0	0	0
22	13	Management Fees	0	0	0	0	0	0	0	0	0	0	0
23	14	Group Insurance	(602)	0	0	15,539	0	0	0	0	0	0	15,539
24	15	Pension	(251)	0	0	0	13,930	0	0	0	0	0	13,930
25	16	Regulatory Expense	0	0	0	0	0	3,940	0	0	0	0	3,940
26	17	Insurance Other than Group	(39)	0	0	0	0	0	0	0	732	0	732
27	18	Customer Accounting	1,159	0	0	0	0	0	0	0	0	0	0
28	19	Rent	0	0	0	0	0	0	0	0	0	0	0
29	20	General Office Expense	1,516	0	0	0	0	0	0	0	0	0	0
30	21	Miscellaneous	14,727	0	0	0	0	0	0	0	0	0	0
31	25	Other Maintenance	2,543	0	0	0	0	0	0	0	0	0	0
33		Total O & M Expenses	\$87,428	\$4,097	\$0	\$15,539	\$13,930	\$3,940	\$732	\$702	\$0	\$0	\$38,840
35		State Income Tax Impact	6.00%	(\$246)	\$0	(\$932)	(\$836)	(\$230)	(\$44)	(\$42)	(\$2,330)	(\$42)	(\$2,330)
37		Federal Income Tax Impact	35.00%	(\$1,520)	\$0	(\$5,765)	(\$5,169)	(\$1,425)	(\$272)	(\$260)	(\$14,409)	(\$260)	(\$14,409)
39		Net Operating Income Impact		(\$2,331)	\$0	(\$8,842)	(\$7,925)	(\$2,185)	(\$416)	(\$400)	(\$400)	(\$400)	(\$22,101)

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1E
Page 13 of 19
Witness Responsible: M.A. Millard, S. A. Miller

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL _X_ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (ELK LAKE)

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-21 Sch D-2.3	Total Adjustments	Grand Total Adjustments
WATER TREATMENT EXPENSES (WT)											
1			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2	640000	Operation Supervision & Engineering	0	0	0	0	0	0	0	0	0
3	641110	Chemicals-Carbon	0	0	0	0	0	0	0	0	0
4	641100	General Chemicals	0	0	0	0	0	0	0	0	0
5	641200	Softening Chemicals	0	0	0	0	0	0	0	0	0
6	642100	General WT Labor	420	0	0	0	0	0	0	0	(420)
7	642200	Softening Labor	0	0	0	0	0	0	0	0	0
8	642300	General WT Expenses	2,960	0	0	(2,960)	0	0	0	(2,960)	(2,960)
9	642390	General WT Administration	0	0	0	0	0	0	0	0	0
10	642400	Softening Expenses	0	0	0	0	0	0	0	0	0
11	643100	Misc Expenses	101	0	0	(101)	0	0	0	(101)	(101)
12	643190	Misc Expenses - Service Co	0	0	0	0	0	0	0	0	0
13	643200	Misc Labor	0	0	0	0	0	0	0	0	0
14	643300	Waste Disposal Expenses	0	0	0	0	0	0	0	0	0
15	643310	Amort Waste Disposal Expenses	0	0	0	0	0	0	0	0	0
16	644000	Rents	0	0	0	0	0	0	0	0	0
17	650000	Maint Supervision & Engineering Ord	0	0	0	0	0	0	0	0	0
18	650010	Maint Supervision & Engineering Prg	0	0	0	0	0	0	0	0	0
19	651100	Maint WT Struc & Improvements-Mat Ord	736	0	0	0	0	(736)	0	(736)	(736)
20	651110	Maint WT Struc & Improvements-Mat Prg	0	0	0	0	0	0	0	0	0
21	651120	Amort WT Structures	0	0	0	0	0	0	0	0	0
22	651200	Maint WT Struc & Improvements-Labor Ord	0	0	0	0	0	0	0	0	0
23	651210	Maint WT Struc & Improvements-Labor Prg	0	0	0	0	0	0	0	0	0
24	652100	Maint General WT Equipment-Mat Ord	0	0	0	0	0	0	0	0	0
25	652110	Maint General WT Equipment-Mat Prg	0	0	0	0	0	0	0	0	0
26	652200	Maint Softening Equipment-Materials	0	0	0	0	0	0	0	0	0
27	652300	Maint General WT Equipment-Labor Ord	0	0	0	0	0	0	0	0	0
28	652310	Maint General WT Equipment-Labor Prg	0	0	0	0	0	0	0	0	0
29											
30		TOTAL WT EXPENSES	4,217	0	0	(3,061)	(736)	0	0	(3,797)	(4,217)

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-1E
Page 17 of 19
Witness Responsible: M.A. Miller, S. A. Miller

Line No.	Account Number	Description	Base Period	Adj D-13 Sch D-2.3	Adj D-14 Sch D-2.3	Adj D-15 Sch D-2.3	Adj D-16 Sch D-2.3	Adj D-17 Sch D-2.3	Adj D-21 Sch D-2.3	Total Adjustments	Grand Total Adjustments
ADMINISTRATIVE & GENERAL EXP(A&G) - CONT											
REGULATORY COMMISSION EXPENSES											
2	928100	Amort Expense of Rate Proceedings	0	0	0	0	0	0	0	0	732
4	928110	Amort Serv Study Exp Cost	0	0	0	0	0	0	0	0	0
5	928200	Tax Savings	0	0	0	0	0	0	0	0	0
6	928300	Amort of Other Regulatory Expenses	0	0	0	0	0	0	0	0	0
7	928400	Other Regulatory Expenses - Current	0	0	0	0	0	0	0	0	0
8	930200	Amort Misc Charges	0	0	0	0	0	0	0	0	0
9	930210	Misc General Expenses Current	131	0	0	606	0	0	0	606	606
10	930220	Amort Orig Cost Study	0	0	0	0	0	0	0	0	0
11	930230	Amort Misc General Expenses	0	0	0	69	0	0	0	69	69
12	930240	Misc Gen Exp - Community Relations	0	0	0	0	0	0	0	0	0
13	930250	Amort Plant Expansion Study	0	0	0	0	0	0	0	0	0
14	930260	Meals & Travel Expenses - Taxable	9	0	23	0	0	0	0	23	23
15	930270	Donations	0	0	0	0	0	0	0	0	0
16	930280	Data Processing Communication Exp	0	0	0	0	0	0	0	0	0
17	930300	Research & Development Expenses	0	0	0	0	0	0	0	0	0
18	930390	Research & Development Exp - Ser Co	0	0	0	0	0	0	0	0	0
19	930500	Non-deductible Penalties	0	0	0	0	0	0	0	0	0
20	930510	Lobbying Expenses	0	0	0	0	0	0	0	0	0
21	930600	Transportation Expenses	3,604	0	0	(2,182)	0	0	0	(2,182)	(2,182)
22	930610	Transportation Cap (A&B)	0	0	0	0	0	0	0	0	0
23	930620	Transportation Cap (C&R)	0	0	0	0	0	0	0	0	0
24	930630	Transportation Cap (H)	0	0	0	0	0	0	0	0	0
25	930880	Misc Gen Exp - Company Dues	0	0	0	109	0	0	0	109	109
26	930890	Misc Gen Exp - Other	0	0	0	106	0	0	0	106	106
27	930980	Misc General Exp-Taxable Co Dues	0	0	0	0	0	0	0	0	0
28	931000	Rents	0	0	0	0	0	0	0	0	0
29	932100	Maint A&G Sinc & Improv-Material Ord	0	0	0	0	0	100	0	100	100
30	932110	Maint A&G Sinc & Improv-Material Prg	0	0	0	0	0	0	0	0	0
31	932120	Amort A&G Sinc & Improv	0	0	0	0	0	0	0	0	0
32	932200	Maint A&G Sinc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0
33	932210	Maint A&G Sinc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0
34	932300	Maint A&G Office Furniture-Material Ord	0	0	0	0	0	0	0	0	0
35	932310	Maint A&G Office Furniture-Material Prg	0	0	0	0	0	0	0	0	0
36	932400	Maint A&G Office Furniture-Labor Ord	0	0	0	0	0	0	0	0	0
37	932410	Maint A&G Office Furniture-Labor Prg	0	0	0	0	0	0	0	0	0
38	932500	Maint A&G Communication Equip-Material	0	0	0	0	0	0	0	0	0
39	932600	Maint A&G Com Equip-Labor Ord	0	0	0	0	0	0	0	0	0
40	932610	Maint A&G Com Equip-Labor Prg	0	0	0	0	0	0	0	0	0
41	932700	Maint A&G Misc Property-Material Ord	0	0	0	0	0	0	0	0	0
42	932710	Maint A&G Misc Property-Material Prg	0	0	0	0	0	0	0	0	0
43	932800	Maint A&G Misc Property-Labor Ord	0	0	0	0	0	0	0	0	0
44	932810	Maint A&G Misc Property-Labor Prg	0	0	0	0	0	0	0	0	0
45		Total A & G Expenses	34,532	0	(1,281)	(134)	100	0	0	(1,315)	3,390
46		Total O & M Expenses	\$87,428	\$2,273	\$0	(\$9,653)	(\$1,810)	(\$7,551)	\$0	(\$17,202)	\$21,638

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-1E
Page 19 of 19
Witness Responsible: M.A. Millard, S. A. Miller

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL _ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.3 (ELK LAKE)

Line No.	Account Number	Description	Base Period	Adj D-18 Sch D-2.4	Adj D-19 Sch D-2.4	Adj D-20 Sch D-2.4	Total Adjustment
1	403000	Depreciation	\$0	\$7,442	\$0	\$0	\$7,442
2	403100	Depreciation - CIAC	\$0	\$7,442	\$0	\$0	\$7,442
3							0
4							
5							
6		State Income Tax Impact	6.00%	(\$447)	\$0	\$0	(\$447)
7		Federal Income Tax Impact	35.00%	(\$2,761)	\$0	\$0	(\$2,761)
8		Net Operating Income Impact		(\$4,234)	\$0	\$0	(\$4,234)
9							
10		AMORTIZATION EXPENSE					
11	404100	Amortization Lim Term UI Plant	\$0	\$0	\$0	\$0	\$0
12	404110	Amortization Franchise Expense	0	0	0	0	0
13	404430	Amortization Regulatory Asset - AFUDC	0	0	0	0	0
14	406000	Amortization Utility Plant Acquisition Adj	0	0	0	0	0
15	407000	Amortization Property Losses	0	0	0	0	0
16		TOTAL AMORTIZATION	\$0	\$0	\$0	\$0	\$0
17							
18		State Income Tax Impact	6.00%	\$0	\$0	\$0	\$0
19		Federal Income Tax Impact	35.00%	\$0	\$0	\$0	\$0
20							
21		Net Operating Income Impact		\$0	\$0	\$0	\$0
22							
23							
24		TAXES, OTHER THAN INCOME					
25	408100	Real & Personal Property Taxes	\$0	\$0	\$2,309	\$0	\$2,309
26	408110	Gross Income & Receipts Taxes	0	0	156	0	156
27	408120	Invested Capital Tax	0	0	0	0	0
28	408130	Other General Taxes	0	0	0	0	0
29	408140	FUTA	21	0	97	0	97
30	408150	FUTA Capitalized - (A Work Order)	0	0	(54)	0	(54)
31	408040	FUTA Capitalized - (H Work Order)	0	0	0	0	0
32	408050	FUTA Capitalized - (C & R Work Order)	0	0	0	0	0
33	408160	FICA	991	0	3,025	0	3,025
34	408170	FICA Capitalized - (A Work Order)	0	0	(514)	0	(514)
35	408060	FICA Capitalized - (H Work Order)	0	0	0	0	0
36	408070	FICA Capitalized - (C & R Work Order)	0	0	0	0	0
37	408180	SUTA	27	0	56	0	56
38	408190	SUTA Capitalized - (A Work Order)	0	0	(36)	0	(36)
39	408080	SUTA Capitalized - (H Work Order)	0	0	0	0	0
40	408090	SUTA Capitalized - (C & R Work Order)	0	0	0	0	0
41	408220	Environmental Tax	0	0	0	0	0
42			\$1,039	\$0	\$5,039	\$0	\$5,039
43							
44		State Income Tax Impact	6.00%	\$0	(\$302)	\$0	(\$302)
45		Federal Income Tax Impact	35.00%	\$0	(\$1,658)	\$0	(\$1,658)
46		Net Operating Income Impact		\$0	(\$3,079)	\$0	(\$3,079)
47							
48							
49							
50							

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-21E
Page 1 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Billed Revenues Adjustment D-1	Worksheet Reference	Amount
1	To adjust Residential billed water revenue for the change in billing determinants at present rates for the forecasted test period.			
2		RESIDENTIAL		
3		Forecasted Amount	WIP-2	\$93,367
4		Base Period Amount		81,625
5		Pro Forma Adjustment		\$11,762
6				
7		COMMERCIAL		
8		Forecasted Amount	WIP-2	\$251
9		Base Period Amount		131
10		Pro Forma Adjustment		\$120
11				
12		INDUSTRIAL		
13		Forecasted Amount	WIP-2	\$0
14		Base Period Amount		0
15		Pro Forma Adjustment		\$0
16				
17		OTHER PUBLIC AUTHORITY		
18		Forecasted Amount	WIP-2	\$0
19		Base Period Amount		0
20		Pro Forma Adjustment		\$0
21				
22		SALES FOR RESALE (OWU)		
23		Forecasted Amount	WIP-2	\$0
24		Base Period Amount		0
25		Pro Forma Adjustment		\$0
26				
27		PUBLIC FIRE SERVICE		
28		Forecasted Amount	WIP-2	\$0
29		Base Period Amount		0
30		Pro Forma Adjustment		\$0
31				
32		PRIVATE FIRE SERVICE		
33		Forecasted Amount	WIP-2	\$0
34		Base Period Amount		0
35		Pro Forma Adjustment		\$0
36				
37		MISCELLANEOUS		
38		Forecasted Amount	WIP-2	\$0
39		Base Period Amount		0
40		Pro Forma Adjustment		\$0
41				
42		Total Billed Water Revenue Adjustment		\$11,882
43	The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.			
44				
45				
46				
47				
48				
49				
50				

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-2.1E
Page 2 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
Billed Revenues Adjustment D-1			
1	RESIDENTIAL		
2	Forecasted Amount	WIP-2	\$0
3	Base Period Amount		0
4	Pro Forma Adjustment		\$0
5			
6	COMMERCIAL		
7	Forecasted Amount	WIP-2	\$0
8	Base Period Amount		0
9	Pro Forma Adjustment		\$0
10			
11	INDUSTRIAL		
12	Forecasted Amount	WIP-2	\$0
13	Base Period Amount		0
14	Pro Forma Adjustment		\$0
15			
16	OTHER PUBLIC AUTHORITY		
17	Forecasted Amount	WIP-2	\$0
18	Base Period Amount		0
19	Pro Forma Adjustment		\$0
20			
21	SALES FOR RESALE (OWU)		
22	Forecasted Amount	WIP-2	\$0
23	Base Period Amount		0
24	Pro Forma Adjustment		\$0
25			
26	PUBLIC FIRE SERVICE		
27	Forecasted Amount	WIP-2	\$0
28	Base Period Amount		0
29	Pro Forma Adjustment		\$0
30			
31	PRIVATE FIRE SERVICE		
32	Forecasted Amount	WIP-2	\$0
33	Base Period Amount		0
34	Pro Forma Adjustment		\$0
35			
36	MISCELLANEOUS		
37	Forecasted Amount	WIP-2	\$0
38	Base Period Amount		0
39	Pro Forma Adjustment		\$0
40			
41	Total Unbilled Water Revenue Adjustment		\$0
42			
43			
44			
45			
46			
47			
48			
49			
50			

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-2.1E
Page 3 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1	<u>Billed Revenue Adjustment D-1</u>		
2	RESIDENTIAL		
3	Forecasted Amount	WIP-2	\$0
4	Base Period Amount		0
5	Pro Forma Adjustment		\$0
6			
7	COMMERCIAL		
8	Forecasted Amount	WIP-2	\$0
9	Base Period Amount		0
10	Pro Forma Adjustment		\$0
11			
12	INDUSTRIAL		
13	Forecasted Amount	WIP-2	\$0
14	Base Period Amount		0
15	Pro Forma Adjustment		\$0
16			
17	RESIDENTIAL		
18	Forecasted Amount	WIP-2	\$0
19	Base Period Amount		0
20	Pro Forma Adjustment		\$0
21			
22	COMMERCIAL		
23	Forecasted Amount	WIP-2	\$0
24	Base Period Amount		0
25	Pro Forma Adjustment		\$0
26			
27	INDUSTRIAL		
28	Forecasted Amount	WIP-2	\$0
29	Base Period Amount		0
30	Pro Forma Adjustment		\$0
31			
32			
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43			
44	Total Sewer Revenue Adjustment		0
45			
46	Total Revenue Adjustment		\$11,892
47			
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-2.2E
Page 1 of 1
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Worksheet Reference	Amount
1	Other Revenues Adjustment D-2		
2	RECONNECTION FEES		
3	Forecasted Amount	WIP-2	\$0
4	Base Period Amount		0
5	Pro Forma Adjustment		\$0
6			
7	OTHER MISC SERV REVENUES		
8	Forecasted Amount	WIP-2	\$0
9	Base Period Amount		0
10	Pro Forma Adjustment		\$0
11			
12			
13	OTHER REVENUES		
14	Forecasted Amount	WIP-2	\$0
15	Base Period Amount		0
16	Pro Forma Adjustment		\$0
17	Total Other Revenue Adjustment		\$0
18			
19			
20			
21	AFUDC Adjustment D-3		
22	AFUDC ABOVE THE LINE		
23	Forecasted Amount	WIP-2	\$0
24	Base Period Amount		0
25	Pro Forma Adjustment		\$0
26			
27			
28			
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The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-2.3E
Page 1 of 2
Witness Responsible: S.A. Miller

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

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Labor expense is being adjusted to reflect an increase due to union wage contracts and an increase of 3% for non-union employees to become effective April 1, 2007 and 2008.		
3		Labor Adjustment D-4	\$45,737
4		Forecasted Amount	41,640
5		Base Period Amount	\$4,097
6		Pro Forma Adjustment	
7			\$0
8		Fuel & Power Adjustment D-5	\$0
9		Forecasted Amount	0
10		Base Period Amount	\$0
11		Pro Forma Adjustment	
12	Chemical expense is being adjusted to reflect the level of forecasted sales. Also reflected is the adjustment for contracted chemical prices made to the forecast.		
13		Chemicals Adjustment D-6	\$0
14		Forecasted Amount	0
15		Base Period Amount	\$0
16		Pro Forma Adjustment	
17			\$0
18		Waste Disposal Adjustment D-7	\$0
19		Forecasted Amount	0
20		Base Period Amount	\$0
21		Pro Forma Adjustment	
22	Management Fees expense reflects the forecasted charges from the Service Company for services rendered during the forecasted period including costs from the Southeast Region Service Company office, Shared Services Center, and the Customer Call Center.		
23		Management Fees Adjustment D-8	\$15,539
24		Forecasted Amount	0
25		Base Period Amount	\$15,539
26		Pro Forma Adjustment	
27	Group Insurance reflects the premium to be paid for insurance coverage for employees plus costs associated with FAS 106.		
28		Group Insurance Adjustment D-9	\$13,328
29		Forecasted Amount	(602)
30		Base Period Amount	\$13,930
31		Pro Forma Adjustment	
32	Pension Expense reflects the forecasted level based on FAS 87 pension costs.		
33		Pensions Adjustment D-10	\$3,589
34		Forecasted Amount	(251)
35		Base Period Amount	\$3,840
36		Pro Forma Adjustment	
37	Regulatory Expense reflects a three year amortization of the cost of the current filing, as well as a five year amortization of the cost of service study.		
38		Regulatory Expense Adjustment D-11	\$732
39		Forecasted Amount	0
40		Base Period Amount	\$732
41		Pro Forma Adjustment	
42			\$664
43		Insurance Other than Group Adjustment D-12	(38)
44		Forecasted Amount	\$664
45		Base Period Amount	\$702
46		Pro Forma Adjustment	
47	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.		
48			
49			
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-2.3E
Page 2 of 2
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Worksheet Reference	Amount
1			
2	Customer Accounting expense reflects the cost of customer billing, meter reading and other expenses related to this function, as well as allocations made from Central Division to Tri Village, Elk Lake, and Owenton.	WIP-3-10	\$3,432
3			1,159
4			\$2,273
5			
6			
7			
8			\$0
9			0
10			\$0
11			
12	General Office expense reflects all expenses related to the Company's office including telephone, employee expenses, supplies, as well as allocations from Central Division to Tri Village, Elk Lake, and Owenton.	WIP-3-11	\$235
13			1,516
14			(\$1,281)
15			
16			
17	Miscellaneous expenses reflect all remaining expenses that are not specifically assigned to the above discussed adjustments. Refer to workpapers for detailed listing. This also includes allocations from Central Division to Tri Village, Elk Lake, and Owenton.	WIP-3-12	\$5,874
18			14,727
19			(\$9,853)
20			
21			
22	Maintenance expense reflect the costs of maintaining the property and assets of the Company. These expenses include amortizations of prior and forecasted deferred maintenance projects. It also includes normal maintenance of pumping equipment, mains, meters, as well as allocations from Central Division to Tri Village, Elk Lake, and Owenton.	WIP-3-13	\$733
23			2,543
24			(\$1,810)
25			
26			
27	Purchased Water represents water purchased from the Winchester Municipal System, Georgetown Municipal System, and Owen Water & Sewer.	WIP-3-14	\$19,203
28			26,734
29			(\$7,551)
30			
31			
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42			
43	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.	WIP-3-15	\$19,203
44			26,734
45			(\$7,551)
46			
47			
48			
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-4 & WIP-6 (ELK LAKE)

SCHEDULE D-2.4E
Page 1 of 1
Witness Responsible: M.A. Miller/ S. A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Depreciation expense reflects an increase due to an increased level of Utility Plant in Service.	WIP-4-1	\$7,442
3			0
4			\$7,442
5			
6			
7		WIP-4-1	\$0
8			0
9			\$0
10			
11			
12	General Taxes represent Property Taxes, Payroll Taxes, PSC Fees and other miscellaneous taxes that are calculated to be expenses for the forecasted test period. This also includes the allocation of property tax from Central Division to Tri Village, Elk Lake, and Oventon.	WIP-5	\$6,078
13			1,039
14			\$5,039
15			
16			
17			
18			
19			
20			
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32	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.		
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KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 SUMMARY OF JURISDICTIONAL FACTORS
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-JE
 Page 1 of 1
 Witness Responsible: S.A. Miller

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

Line No.	Acct.	Account Title	Jurisdictional Factor	Description of Factor and/or method of Allocation
1				
2				
3				
4				
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 JURISDICTIONAL STATISTICS
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-4E
 Page 1 of 1

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

Line No.	Description	Statistic Total Company	Adjustment	Adjusted Total Company	Statistic for Jurisdiction	Jurisdictional Ratio
1						
2						
3						
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 EXPLANATION OF CHANGE IN JURISDICTIONAL PROCEDURES
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-5E
 Page 1 of 1

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
 TYPE OF FILING: __ ORIGINAL __ UPDATED __X__ REVISED
 WORKPAPER REFERENCE NO(S): (ELK LAKE)

Line No.	Account No.	Description	Procedure Approved in Prior Case	Rational for Change
1				
2				
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4				
5				
6				
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: _ ORIGINAL _ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): SCH D-2.1D-2.2 (OWENTON)

SCHEDULE D-1D
Page 1 of 19
Witness Responsible: M.A. Miller, S. A. Miller

Line No.	Account Number	Description	Base Peroid	Adj. D-1 Sch D-2.1	Adj. D-2 Sch D-2.2	Adj. D-3 Sch D-2.2	Total Adjustments
Water Revenues							
2	461100	Residential - Billed	\$330,591	\$76,402	\$0	\$0	\$76,402
3	461110	Residential - Unbilled	0	0	0	0	0
4	461200	Commercial - Billed	63,106	135,462	0	0	135,462
5	461210	Commercial - Unbilled	0	0	0	0	0
6	461300	Industrial - Billed	0	0	0	0	0
7	461310	Industrial - Unbilled	0	0	0	0	0
8	461400	Miscellaneous - Billed	10,012	(10,012)	0	0	(10,012)
9	461410	Miscellaneous - Water Sales Billed Unmetered	0	0	0	0	0
10	462000	Private Fire - Billed	0	0	0	0	0
11	462100	Private Fire - Unbilled	0	0	0	0	0
12	463000	Public Fire - Billed	0	0	0	0	0
13	463100	Public Fire - Unbilled	0	0	0	0	0
14	464200	OPA - Billed	0	0	0	0	0
15	464210	OPA - Unbilled	0	0	0	0	0
16	466000	Sales for Resale - Billed	123,861	(123,861)	0	0	(123,861)
17	466100	Sales for Resale - Unbilled	0	0	0	0	0
18	466100	Total Water Revenues	527,560	77,991	0	0	77,991
Sewer Revenues							
20	461000	Residential - Billed	165,063	(165,063)	0	0	(165,063)
21	461010	Residential - Billed Surcharge	0	0	0	0	0
22	461020	Commercial - Billed	85,622	(85,622)	0	0	(85,622)
23	461030	Commercial - Unbilled	0	0	0	0	0
24	462210	Industrial - Billed	18,863	(18,863)	0	0	(18,863)
25	462210	Industrial - Unbilled	0	0	0	0	0
26	462110	Total Sewer Revenues	269,548	(269,548)	0	0	(269,548)
OTHER OPERATING REVENUES							
30	471100	Reconnection Charges	0	0	0	0	0
31	471200	Other Miscellaneous Service Revenues	536	0	(536)	0	(536)
32	472000	Rents from Water Property	0	0	0	0	0
33	474100	Billing & Collection Services	0	0	0	0	0
34	474100	Other Water Revenues	0	0	0	0	0
35	474300	AFUDC	0	0	0	0	0
36	474300	AFUDC	536	0	(536)	0	(536)
37		TOTAL OTHER OPERATING REVENUES	\$797,644	(\$191,557)	(\$536)	\$0	(\$192,093)
38		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
39		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
40		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
41		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
42		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
43		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
44		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
45		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
46		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
47		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
48		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
49		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0
50		TOTAL OPERATING REVENUES	\$0	\$0	\$0	\$0	\$0

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-10
Page 11 of 19
Witness Responsible: M.A. Miller, S. A. Miller

Line No.	Account Number	Description	Base Period	Adj D-13	Adj D-14	Adj D-15	Adj D-16	Adj D-17	Adj D-18	Total Adjustments	Grand Total Adjustments
1	2	3	4	5	6	7	8	9	10	11	12
			Co1	Sch D-2.3 Co12	Sch D-2.3 Co13	Sch D-2.3 Co14	Sch D-2.3 Co15	Sch D-2.3 Co16	Sch D-2.3 Co17		
		SOURCE OF SUPPLY EXPENSES (\$\$)									
2	600000	Operation Supervision & Engineering	0	0	0	0	0	0	0	0	0
3	601100	Operation Expenses	0	0	0	0	0	0	0	0	0
4	601200	Operation Labor	0	0	0	0	0	0	0	0	0
5	602000	Purchased Water	1,141	0	0	0	0	0	0	169	169
6	603100	Miscellaneous Expenses	0	0	0	0	0	0	0	0	0
7	603120	Amort Misc Expenses	0	0	0	0	0	0	0	0	0
8	603200	Miscellaneous Labor	0	0	0	0	0	0	0	0	0
9	604000	Rents	0	0	0	0	0	0	0	0	0
10	610600	Maint Supervision & Engineering Ord	0	0	0	0	0	0	0	0	0
11	610010	Maint Supervision & Engineering Prg	0	0	0	0	0	0	0	0	0
12	611100	Maint Struc & Improv-Materials Ord	0	0	0	0	0	0	0	0	0
13	611110	Maint Struc & Improv-Materials Prg	0	0	0	0	0	0	0	0	0
14	611200	Maint Struc & Improv-Labor Ord	0	0	0	0	0	0	0	0	0
15	611210	Maint Struc & Improv-Labor Prg	0	0	0	0	0	0	0	0	0
16	612100	Maint Col & Imp Res-Materials Ord	0	0	0	0	0	0	0	0	0
17	612110	Maint Col & Imp Res-Materials Prg	0	0	0	0	0	0	0	0	0
18	612120	Amort Col & Imp Res	0	0	0	0	0	0	0	0	0
19	612200	Maint Col & Imp Res-Labor Ord	0	0	0	0	0	0	0	0	0
20	612210	Maint Col & Imp Res-Labor Prg	0	0	0	0	0	0	0	0	0
21	613100	Maint Lake, River & Other Intakes-Mat Ord	0	0	0	0	0	0	0	0	0
22	613110	Maint Lake, River & Other Intakes-Mat Prg	0	0	0	0	0	0	0	0	0
23	613120	Amort Lake, River & Other Intakes	0	0	0	0	0	0	0	0	0
24	613200	Maint Lake, River & Other Intakes-Lab Ord	0	0	0	0	0	0	0	0	0
25	613210	Maint Lake, River & Other Intakes-Lab Prg	0	0	0	0	0	0	0	0	0
26	616100	Maint Supply Mains-Materials Ord	0	0	0	0	0	0	0	0	0
27	616110	Maint Supply Mains-Materials Prg	0	0	0	0	0	0	0	0	0
28	616200	Maint Supply Mains-Labor Ord	0	0	0	0	0	0	0	0	0
29	616210	Maint Supply Mains-Labor Prg	0	0	0	0	0	0	0	0	0
30	617100	Maint Misc Water Source Plant-Mat Ord	12,084	0	0	0	0	3,266	0	3,266	3,266
31	617110	Maint Misc Water Source Plant-Mat Prg	0	0	0	0	0	0	0	0	0
32	617200	Maint Misc Water Source Plant-Labor Ord	0	0	0	0	0	0	0	0	0
33	617210	Maint Misc Water Source Plant-Labor Prg	0	0	0	0	0	0	0	0	0
34											
35											
36			13,225	0	0	0	169	3,266	0	3,435	3,435
37											
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TOTAL SS EXPENSES

KENTUCKY-AMERICAN WATER COMPANY

CASE NO: 2007-00143

SUMMARY OF ADJUSTMENTS TO OPERATING INCOME ACCOUNTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-10

Page 19 of 19

Witness Responsible: M.A. Millor, S. A. Miller

Line No.	Account Number	Description	Base Period	Adj D-18 Sch D-2.4	Adj D-19 Sch D-2.4	Adj D-20 Sch D-2.4	Total Adjustment
1	403000	Depreciation	\$69,420	\$10,173	\$0	\$0	\$10,173
2	403100	Depreciation - CIAC	(21,230)	21,230	\$0	\$0	21,230
3			\$48,190	\$31,403	\$0	\$0	\$31,403
4							
5							
6		State Income Tax Impact	6.00%	(\$1,884)	\$0	\$0	\$0
7		Federal Income Tax Impact	35.00%	(\$11,650)	\$0	\$0	\$0
8		Net Operating Income Impact		\$3,361	\$0	\$0	\$0
9							
10		AMORTIZATION EXPENSE					
11	404100	Amortization Lim Term UI Plant	\$0	\$0	\$0	\$0	\$0
12	404110	Amortization Franchise Expense	0	0	0	0	0
13	404430	Amortization Regulatory Asset - AFUDC	0	0	0	0	0
14	406000	Amortization Utility Plant Acquisition Adj	0	0	0	0	0
15	407000	Amortization Property Losses	0	0	0	0	0
16		TOTAL AMORTIZATION	\$0	\$0	\$0	\$0	\$0
17							
18		State Income Tax Impact	6.00%	\$0	\$0	\$0	\$0
19		Federal Income Tax Impact	35.00%	\$0	\$0	\$0	\$0
20							
21		Net Operating Income Impact		\$0	\$0	\$0	\$0
22							
23							
24							
25	408100	TAXES, OTHER THAN INCOME	\$0	\$0	\$43,523	\$0	\$43,523
26	408110	Real & Personal Property Taxes	0	0	984	0	984
27	408120	Gross Income & Receipts Taxes	0	0	0	0	0
28	408130	Invested Capital Tax	0	0	0	0	0
29	408140	Other General Taxes	0	0	0	0	0
30	408150	FUTA	228	0	317	0	317
31	408040	FUTA Capitalized - (A Work Order)	0	0	(189)	0	(189)
32	408050	FUTA Capitalized - (H Work Order)	0	0	0	0	0
33	408060	FUTA Capitalized - (C & R Work Order)	0	0	0	0	0
34	408160	FICA	13,120	0	5,755	0	5,755
35	408170	FICA Capitalized - (A Work Order)	0	0	(1,805)	0	(1,805)
36	408060	FICA Capitalized - (H Work Order)	0	0	0	0	0
37	408070	FICA Capitalized - (C & R Work Order)	0	0	0	0	0
38	408180	SUTA	291	0	97	0	97
39	408190	SUTA Capitalized - (A Work Order)	0	0	(115)	0	(115)
40	408080	SUTA Capitalized - (H Work Order)	0	0	0	0	0
41	408090	SUTA Capitalized - (C & R Work Order)	0	0	0	0	0
42	408220	Environmental Tax	0	0	0	0	0
43			\$13,639	\$0	\$48,567	\$0	\$48,567
44		State Income Tax Impact	6.00%	\$0	(\$2,914)	\$0	\$0
45		Federal Income Tax Impact	35.00%	\$0	(\$15,979)	\$0	\$0
46		Net Operating Income Impact		\$0	(\$29,674)	\$0	\$0
47							
48							
49							
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: __ ORIGINAL _____ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (OWENTON)

SCHEDULE D-2.10
Page 1 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Billed Revenues Adjustment D-1	Worksheet Reference	Amount
1				
2	To adjust Residential billed water revenue for the change in billing determinants at present rates for the forecasted test period.			
3		RESIDENTIAL	WIP-2	\$406,983
4		Forecasted Amount		330,581
5		Base Period Amount		76,402
6		Pro Forma Adjustment		
7		COMMERCIAL	WIP-2	\$198,568
8		Forecasted Amount		63,105
9		Base Period Amount		135,462
10		Pro Forma Adjustment		
11		INDUSTRIAL	WIP-2	\$0
12		Forecasted Amount		0
13		Base Period Amount		0
14		Pro Forma Adjustment		
15		OTHER PUBLIC AUTHORITY	WIP-2	\$0
16		Forecasted Amount		0
17		Base Period Amount		0
18		Pro Forma Adjustment		
19		SALES FOR RESALE (OWU)	WIP-2	\$0
20		Forecasted Amount		123,851
21		Base Period Amount		(523,851)
22		Pro Forma Adjustment		
23		PUBLIC FIRE SERVICE	WIP-2	\$0
24		Forecasted Amount		0
25		Base Period Amount		0
26		Pro Forma Adjustment		
27		PRIVATE FIRE SERVICE	WIP-2	\$0
28		Forecasted Amount		0
29		Base Period Amount		0
30		Pro Forma Adjustment		
31		MISCELLANEOUS	WIP-2	\$0
32		Forecasted Amount		0
33		Base Period Amount		10,012
34		Pro Forma Adjustment		(10,012)
35				
36				
37				
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42				
43		Total Billed Water Revenue Adjustment		\$77,991
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The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2088

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

SCHEDULE D-2.10
Page 2 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1	<u>Billed Revenues Adjustment D-1</u>		
2	RESIDENTIAL		
3	Forecasted Amount	WIP-2	\$0
4	Base Period Amount		0
5	Pro Forma Adjustment		\$0
6			
7	COMMERCIAL		
8	Forecasted Amount	WIP-2	\$0
9	Base Period Amount		0
10	Pro Forma Adjustment		\$0
11			
12	INDUSTRIAL		
13	Forecasted Amount	WIP-2	\$0
14	Base Period Amount		0
15	Pro Forma Adjustment		\$0
16			
17	OTHER PUBLIC AUTHORITY		
18	Forecasted Amount	WIP-2	\$0
19	Base Period Amount		0
20	Pro Forma Adjustment		\$0
21			
22	SALES FOR RESALE (OWU)		
23	Forecasted Amount	WIP-2	\$0
24	Base Period Amount		0
25	Pro Forma Adjustment		\$0
26			
27	PUBLIC FIRE SERVICE		
28	Forecasted Amount	WIP-2	\$0
29	Base Period Amount		0
30	Pro Forma Adjustment		\$0
31			
32	PRIVATE FIRE SERVICE		
33	Forecasted Amount	WIP-2	\$0
34	Base Period Amount		0
35	Pro Forma Adjustment		\$0
36			
37	MISCELLANEOUS		
38	Forecasted Amount	WIP-2	\$0
39	Base Period Amount		0
40	Pro Forma Adjustment		\$0
41			
42	Total Unbilled Water Revenue Adjustment		\$0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: __ ORIGINAL _____ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (OWENTON)

SCHEDULE D-2.10
Page 3 of 3
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Billed Revenues, Adjustment D-1	Workpaper Reference	Amount
1				
2		RESIDENTIAL		
3		Forecasted Amount	WIP-2	\$0
4		Base Period Amount		165,053
5		Pro Forma Adjustment		(\$165,053)
6				
7		COMMERCIAL		
8		Forecasted Amount	WIP-2	\$0
9		Base Period Amount		85,622
10		Pro Forma Adjustment		(\$85,622)
11				
12		INDUSTRIAL		
13		Forecasted Amount	WIP-2	\$0
14		Base Period Amount		18,863
15		Pro Forma Adjustment		(\$18,863)
16				
17		RESIDENTIAL		
18		Forecasted Amount	WIP-2	\$0
19		Base Period Amount		0
20		Pro Forma Adjustment		\$0
21				
22		COMMERCIAL		
23		Forecasted Amount	WIP-2	\$0
24		Base Period Amount		0
25		Pro Forma Adjustment		\$0
26				
27		INDUSTRIAL		
28		Forecasted Amount	WIP-2	\$0
29		Base Period Amount		0
30		Pro Forma Adjustment		\$0
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43				
44				
45		Total Sewer Revenue Adjustment		(269,546)
46				
47		Total Revenue Adjustment		(\$191,557)
48				
49				
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: __ ORIGINAL __, UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-2 (OWENTON)

SCHEDULE D-2.20
Page 1 of 1
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1	Other Revenues, Adjustment D-2		
2	RECONNECTION FEES		
3	Forecasted Amount	WIP-2	\$0
4	Base Period Amount		0
5	Pro Forma Adjustment		\$0
6			
7	OTHER MISC SERV REVENUES		
8	Forecasted Amount	WIP-2	\$0
9	Base Period Amount		536
10	Pro Forma Adjustment		(\$536)
11			
12			
13	OTHER REVENUES		
14	Forecasted Amount	WIP-2	\$0
15	Base Period Amount		0
16	Pro Forma Adjustment		\$0
17	Total Other Revenue Adjustment		(\$536)
18			
19			
20			
21	AEVDC, Adjustment D-3		
22	AFUDC ABOVE THE LINE		
23	Forecasted Amount	WIP-2	\$0
24	Base Period Amount		0
25	Pro Forma Adjustment		\$0
26			
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43	The purpose of each adjustment is to reflect an appropriate level of revenue for the forecasted test period.		
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: ORIGINAL _____ UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-3 (OWENTON)

SCHEDULE D-2.30
Page 1 of 2
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Worksheet Reference	Amount
1			
2	Labor expense is being adjusted to reflect an increase due to union wage contracts and an increase of 3% for non-union employees to become effective April 1, 2007 and 2008.	WIP-3-1	\$223,148
3			220,555
4			\$2,593
5			
6			
7			
8			\$87,000
9			45,065
10			\$41,935
11			
12	Chemical expense is being adjusted to reflect the level of forecasted sales. Also reflected is the adjustment for contracted chemical prices made to the forecast.	WIP-3-2	\$83,865
13			65,853
14			\$28,212
15			
16			\$0
17			0
18			\$0
19			
20			
21			
22	Management Fees expense reflects the forecasted charges from the Service Company for services rendered during the forecasted period including costs from the Southeast Region Service Company office, Shared Services Center, and the Customer Call Center.	WIP-3-3	\$57,441
23			0
24			\$57,441
25			
26			
27	Group Insurance reflects the premium to be paid for insurance coverage for employees plus costs associated with FAS 106.	WIP-3-4	\$63,070
28			(499)
29			\$63,569
30			
31			
32	Pension Expense reflects the forecasted level based on FAS 87 pension costs.	WIP-3-5	\$16,876
33			(188)
34			\$17,064
35			
36			
37	Regulatory Expense reflects a three year amortization of the cost of the current filing, as well as a five year amortization of the cost of service study.	WIP-3-6	\$2,707
38			0
39			\$2,707
40			
41			
42			
43			
44			
45	Insurance Other than Group expense reflects the Company's forecasted cost for liability insurance, worker's compensation and property insurance based upon the most recent actual bills.	WIP-3-7	\$9,295
46			(33)
47			\$9,328
48			
49	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.	WIP-3-8	
50			

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DETAILED ADJUSTMENTS
FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-2.30
Page 2 of 2
Witness Responsible: S.A. Miller

Line No.	Purpose and Description of Adjustment	Workpaper Reference	Amount
1			
2	Customer Accounting expense reflects the cost of customer billing, meter reading and other expenses related to this function, as well as allocations made from Central Division to Tri Village, Elk Lake, and Owenton.	WIP-3-10	\$13,959
3			150
4			\$13,809
5			
6			
7			
8			\$0
9			\$0
10			
11			
12	General Office expense reflects all expenses related to the Company's office including telephone, employee expenses, supplies, as well as allocations from Central Division to Tri Village, Elk Lake, and Owenton.	WIP-3-12	\$2,812
13			2,565
14			\$247
15			
16			
17	Miscellaneous expenses reflect all remaining expenses that are not specifically assigned to the above discussed adjustments. Refer to workpapers for detailed listing. This also includes allocations from Central Division to Tri Village, Elk Lake, and Owenton.	WIP-3-13	\$123,341
18			101,618
19			\$21,723
20			
21			
22	Maintenance expense reflect the costs of maintaining the property and assets of the Company. These expenses include amortizations of prior and forecasted deferred maintenance projects. It also includes normal maintenance of pumping equipment, mains, meters, as well as allocations from Central Division to Tri Village, Elk Lake, and Owenton.	WIP-3-14	\$98,328
23			41,065
24			\$57,263
25			
26			
27	Purchased Water represents water purchased from the Winchester Municipal System, Georgetown Municipal System, and Owen Water & Sewer.	WIP-3-15	\$0
28			0
29			\$0
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43	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted last period.		
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KENTUCKY-AMERICAN WATER COMPANY

CASE NO: 2007-00143

DETAILED ADJUSTMENTS

FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

DATA: _X_ BASE PERIOD _X_ FORECASTED PERIOD
TYPE OF FILING: ____ ORIGINAL ____, UPDATED _X_ REVISED
WORKPAPER REFERENCE NO(S): WIP-4 & WIP-5 (OWENTON)

SCHEDULE D-2.40
Page 1 of 1

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

Line No.	Purpose and Description of Adjustment	Worksheet Reference	Amount
1			
2	Depreciation expense reflects an increase due to an increased level of Utility Plant in Service.		
3		WIP-4-1	\$79,593
4			48,190
5			<u>\$31,403</u>
6			
7			
8		WIP-4-1	\$0
9			<u>\$0</u>
10			
11			
12	General Taxes represent Property Taxes, Payroll Taxes, PSC Fees and other miscellaneous taxes that are calculated to be expenses for the forecasted test period. This also includes the allocation of property tax from Central Division to TTI Village, Elk Lake, and Owenton.		
13			
14		WIP-5	\$62,205
15			13,639
16			<u>\$48,567</u>
17			
18			
19			
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32	The purpose of each adjustment is to reflect an appropriate level of expense for the forecasted test period.		
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KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 SUMMARY OF JURISDICTIONAL FACTORS
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-30
 Page 1 of 1
 Witness Responsible: S.A. Miller

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

Line No.	Acct	Account Title	Jurisdictional Factor	Description of Factor and/or method of Allocation
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 JURISDICTIONAL STATISTICS
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

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

SCHEDULE D-40
 Page 1 of 1

Line No.	Description	Statistic Total Company	Adjustment	Adjusted Total Company	Statistic for Jurisdiction	Jurisdictional Ratio
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.

KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 EXPLANATION OF CHANGE IN JURISDICTIONAL PROCEDURES
 FOR THE TWELVE MONTHS ENDED: NOVEMBER 30, 2008

SCHEDULE D-50
 Page 1 of 1

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

Line No.	Account No.	Description	Procedure Approved in Prior Case	Rational for Change
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY.