

SCHEDULE B

RATE BASE

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

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For electronic version, see KAW_SAPP_EX37B_091407.pdf

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00140
RATE BASE SUMMARY
AS OF JULY 31 2007

SCHEDULE B-1
PAGE 1 OF 2
Witness Responsibility: S.A. Miller / L. Bridwell

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

Line No.	Rate Base Component	Supporting Schedule Reference	Base Period Amount			Total Water	
			Central Division	Til-Village	Elk Lake		
2	Utility Plant in Service	B-2	\$316,995,240	\$4,873,311	\$322,012	\$4,742,299	328,932,862
3	Property Held for Future Use	B-2.6	0	0	0	0	0
4	Utility Plant Acquisition Adjustments	WIP-1.2	48,940	0	0	0	48,940
5	Accumulated Depreciation	B-3	(84,792,336)	(1,596,930)	(46,173)	(1,734,651)	(86,170,290)
6	Accumulated Amortization	WIP-1.4	0	0	0	0	0
7	Net Utility Plant in Service		234,251,844	3,276,381	275,839	3,007,448	240,611,512
8	Construction Work in Progress	B-4	17,100,379	2,515,070	0	534,853	20,150,302
9	Working Capital Allowance	B-5	3,609,000	39,000	5,000	56,000	3,709,000
10	Other Working Capital Allowance	B-5	499,513	62,240	0	0	561,753
11	Contributions in Aid of Construction	B-6	(36,781,725)	(2,323,343)	(85,737)	(625,279)	(39,816,084)
12	Customer Advances	B-6	(15,346,389)	(549)	0	0	(15,348,938)
13	Deferred Income Taxes	B-6	(28,405,546)	(66,655)	0	(42,337)	(28,520,568)
14	Deferred Investment Tax Credits	B-6	(105,014)	0	0	0	(105,014)
15	Deferred Maintenance	WIP-1.11	1,139,021	130,648	0	359,357	1,629,026
16	Deferred Debits	WIP-1.12	1,956,365	0	0	0	1,956,365
17	Other Rate Base Elements	WIP-1.12	(1,752,091)	0	0	0	(1,752,091)
18	Jurisdictional Rate Base		\$176,159,357	\$3,830,821	\$195,102	\$3,090,042	\$83,275,322

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
PLANT IN SERVICE BY MAJOR GROUPING
AS OF JULY 31 2007

DATA: X, BASE PERIOD, FORECASTED PERIOD
TYPE OF FILING: ORIGINAL, X, UPDATED, REVISED
WORKPAPER REFERENCE NO(S): WP-1

SCHEDULE B-2
PAGE 1 of 2
Witness Responsibility: S.A. Miller

Line No.	Major Property Grouping	Base Period			Jurisdictional Percent	Central Division			Jurisdictional Ex. Lkks	End of Period		
		Central Division	Tilghville	Elk Lake		Central Division	Tilghville	Elk Lake		Central Division	Tilghville	Elk Lake
2	Intangibles	\$115,983	0	0	100%	\$115,983	\$0	\$0	\$0	\$0	\$0	\$115,983
4	Source of Supply and Pumping	25,166,820	501,666	58,104		25,836,620	501,666	58,104	30,030	25,836,620	0	0
5	Water Treatment	32,971,174	219,646	7,618		32,971,174	219,648	7,618	2,319,709	35,518,149	0	0
7	Transmission and Distribution	235,669,518	3,953,745	248,345		235,669,518	3,953,745	248,345	1,956,338	241,827,946	0	0
9	General	25,071,745	118,253	7,945		25,071,745	118,253	7,945	436,222	25,634,165	i	0
11	Completed Construction not Classified	0	0	0		0	0	0	0	0	0	0
13	Other	0	0	0		0	0	0	0	0	0	0
15		0	0	0		0	0	0	0	0	0	0
17		\$318,995,240	\$4,873,312	\$322,012		\$318,995,240	\$4,873,312	\$322,012	\$4,742,299	\$328,932,853		\$1

SCHEDULE B-2.1
PAGE 2 of 10
Witness Responsibility: S.A. Miller

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
PLANT IN SERVICE BY ACCOUNTS AND SUBACCOUNTS
AS OF JULY 31 2007

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

Line No.	Acct No.	Account Title	Base Period		Jurisdictional		Owenton		Adjusted Jurisdictional		Total Water	
			Tri-Village	Central Division	Tri-Village	Elk Lake	Percent	Central Division	Tri-Village	Elk Lake		Owenton
3												
4												
5	389.2	General Plant										
6	390	Stores Shop & Garage Land	\$0	\$0			\$0	\$0	0	0	0	
7	391	Structures and Improvements	5,647,558	4,582,000	0	0	0	0	4,582	0	6,601,638	
8	392	Office Furniture and Equipment	8,626,639	49,745	0	0	0	0	49,745	0	8,707,269	
9	393	Transportation Equipment	2,631,377	12,972	7,445	0	0	0	12,972	7,445	2,777,752	
10	394	Stores Equipment	35,547	0	0	0	0	0	0	0	35,547	
11	395	Tools, Shop and Garage Equipment	1,527,331	6,481	0	0	0	0	6,481	0	1,533,812	
12	396	Laboratory Equipment	843,089	0	0	0	0	0	0	0	843,089	
13	397	Power Operated Equipment	1,504,657	35,704	0	0	0	0	35,704	0	1,540,361	
14	398	Communication Equipment	1,935,176	2,718	0	0	0	0	2,718	0	1,937,894	
15	399	Miscellaneous Equipment	1,182,376	6,051	0	0	0	0	6,051	0	1,188,427	
16		Other Tangible Property	137,985	0	500	0	0	0	0	500	138,485	
17		Total General	25,071,745	118,253	7,945	0	0	0	118,253	7,945	25,634,165	
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Total Utility Plant in Service			\$318,995,240	\$4,873,312	\$322,012	\$4,742,299	\$0	\$318,995,240	\$4,873,312	\$322,012	\$4,742,299	\$328,932,863

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
PROPOSED ADJUSTMENTS TO PLANT IN SERVICE
AS OF JULY 31 2007

SCHEDULE B-2.2
PAGE 1 of 2
Witness Responsible: S.J. Miller

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

Line No.	Acct No.	Account Title	Total Company Adjustment	Jurisdictional Percent	Jurisdictional Adjustment	Workpaper Reference Number	Description/Purpose of Adjustment
2		CENTRAL DIVISION		Not Applicable			
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10		TRIVILLAGE		Not Applicable			
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18		ELK LAKE		Not Applicable			
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28		OWENTON		Not Applicable			
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
GROSS ADDITIONS, RETIREMENTS AND TRANSFERS
FROM AUGUST 2006 TO JULY 2007

SCHEDULE B-2.3
PAGE 2 OF 16
Witness Responsible: S.A. Miller / L. Bridwell

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

Line No.	Acct No.	Account Title	Base Period Beginning Balance	Additions	Retirements	Amount	Explanation	Transfers/Reclassifications	Other Accts Involved	Base Period Ending Balance
2		General Plant	\$0			\$0				\$0
3	309.2	Stores Shop & Garage Land	6,266,740	380,818	0	0				6,647,558
4	390	Structures and Improvements	8,518,793	133,893	26,047	0				8,626,639
5	391	Office Furniture and Equipment	2,285,636	586,239	240,495	0				2,631,377
6	392	Transportation Equipment	35,547	0	0	0				35,547
7	393	Stores Equipment	908,452	617,879	0	0				1,527,331
8	394	Tools, Shop and Garage Equipment	843,008	91	0	0				843,099
9	395	Laboratory Equipment	1,455,059	49,598	0	0				1,504,657
10	396	Power Operated Equipment	1,905,361	29,815	0	0				1,935,175
11	397	Communication Equipment	965,008	216,376	0	0				1,182,375
12	398	Miscellaneous Equipment	137,985	0	0	0				137,985
13	399	Other Tangible Property								
14		Total General	23,323,581	2,014,709	266,545	0				25,071,745
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		Total Utility Plant in Service	\$3,029,939,625	\$16,667,307	\$611,692	\$0				\$318,995,240

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
GROSS ADDITIONS, RETIREMENTS AND TRANSFERS
FROM AUGUST 2006 TO JULY 2007

SCHEDULE B.2.3
PAGE 5 OF 16
Witness Responsible: S.A. Miller/L. Bridwell

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

Line No.	Acct No.	Account Title	Base Period Beginning Balance	Additions	Retirements	Amount	Explanation	Other Accts Involved	Base Period Ending Balance
Transmission/Reclassifications									
2									
3									
4									
5	301	Intangible Plant				\$0			\$0
6	302	Organizers							0
7	303	Franchise/Consents							0
8	3031	Other P/E Intangibles							0
9	3036	Other P/E Comprehensive Studies							0
10		Total Intangibles				0			0
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300		Total Source of Supply & Pumping	573,694	7,972	0	0			581,666
300		Water Treatment Plant							
301		Land and Land Rights							
302		Structures and Improvements	137,910	30,200	0	0			168,110
303		Water Treatment Equipment	51,538	0	0	0			51,538
304		Water Treatment - GAC							0
305		Total Water Treatment	189,448	30,200	0	0			219,648
306		Transmission and Distribution Plant							
307		Land and Land Rights							
308		T & D Structures and Improvements	12,950	9,170	0	0			22,120
309		Distribution Reservoirs and Standpipes	858,732	0	0	0			858,732
310		Transmission and Distribution Mains	2,550,667	0	0	0			2,550,667
311		Services	99,900	33,913	0	0			133,813
312		Meters	357,823	0	0	0			357,823
313		Meter Installations	7,391	16,739	0	0			24,130
314		Hydrants	15,018	0	11,448	0			5,570
315		Total Transmission and Distribution	3,905,371	59,822	11,448	0			3,953,745

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
LEASED PROPERTY
AS OF JULY 31 2007

SCHEDULE B.2.5
PAGE 1 OF 2
Witness Responsible: L. Bridwell

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

Line No.	Identification or Ref No.	Description and Use of Property	Name of Lessee	Frequency of Payment	Amount of Lease Payment	Dollar Value of Property	Explain Method of Capitalization
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KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.

KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.

KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.

KENTUCKY-AMERICAN DOES NOT HAVE ANY CAPITAL LEASES.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
PROPERTY HELD FOR FUTURE USE INCLUDED IN RATE BASE
AS OF JULY 31 2007

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

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

Line No.	Description/Location of Property	Acquisition Date	Original Cost	Accumulated Depreciation	Net Original Cost	Amount	Reversing Balance Acct No.	Description	Amount	Expense Inverted Acct No.	Description
2	<u>CENTRAL DIVISION</u>										
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11	<u>TRI-VILLAGE</u>										
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19	<u>ELK LAKE</u>										
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28	<u>OWENTON</u>										
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NOT APPLICABLE IN THIS RATE CASE.

NOT APPLICABLE IN THIS RATE CASE.

NOT APPLICABLE IN THIS RATE CASE.

NOT APPLICABLE IN THIS RATE CASE.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31 2007

SCHEDULE B-3
PAGE 10 of 16
Witness Responsible: S.A. Miller

DATA: X_ BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL_X_UPDATED REVISED
WORKPAPER REFERENCE NO(S): WP-1-3
ELK LAKE

Line No.	Acct No.	Account Title	Base Period		Jurisdictional Percent	Accumulated Reserve Balances		Adjustments	Adjusted Jurisdiction
			Total Company	Total Company		Jurisdictional Total	Total		
2		General Plant							
3		Stores Shop & Garage Land	\$0	0		\$0	\$0	\$0	\$0
4	389.2	Structures and Improvements	0	0	100%	0	0	0	0
5	390	Office Furniture and Equipment	0	0		0	0	0	0
6	391	Transportation Equipment	7,445	1,501		1,501	0	0	1,501
7	392	Stores Equipment	0	0		0	0	0	0
8	393	Tools, Shop and Garage Equipment	0	0		0	0	0	0
9	394	Laboratory Equipment	0	0		0	0	0	0
10	395	Power Operated Equipment	0	0		0	0	0	0
11	396	Communication Equipment	0	0		0	0	0	0
12	397	Miscellaneous Equipment	0	0		0	0	0	0
13	398	Other Tangible Property	500	118		118	0	0	118
14	399	BWA Acquisition	0	0		0	0	0	0
15		Total General	7,945	1,619		1,619	0	0	1,619
16		Total Utility Plant in Service	\$322,012	\$46,174		\$46,173	\$0	\$0	\$46,173

KENTUCKY AMERICAN WATER COMPANY
CASE NO: 2007-09143
ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31 2007

SCHEDULE B-3
PAGE 13 of 16
Witness Responsible: S.A. Miller

DATA: X_ BASE PERIOD: FORECASTED PERIOD
TYPE OF FILING: ORIGINAL X_UPDATED REVIS
WORKPAPER REFERENCE NO(S): WIP-1-3
OWENTON

Line No.	Acct No.	Account Title	Base Period		Juratidional Percent	Accumulated Reserve Balances		Adjusted Juratidional
			Total Company	Total Company		Total	Adjustments	
301		Intangible Plant						
302		Organization	\$0	\$	100%	\$0	\$0	\$0
303		Franchise/Consents	0	0		0	0	0
3031		Other P/E Intangibles	0	0		0	0	0
3038		Other P/E Comprehensive Studies	0	0		0	0	0
		Total Intangibles	0	0		0	0	0
310		Source of Supply and Pumping Plant						
311		Land and Land Rights - SS	20,744	0		0	0	0
312		Structures and Improvements	0	0		0	0	0
313		Collecting and Impounding Reservoirs	0	0		0	0	0
314		Lake, River and Other Intakes	0	0		0	0	0
316		Wells and Springs	0	0		0	0	0
320		Supply Means	0	0		0	0	0
321		Land and Land Rights - Pumping	9,266	0		0	0	0
322		Structures and Improvements	0	0		0	0	0
323		Boiler Plant Equipment	0	0		0	0	0
325		Other Power Production Equipment	0	0		0	0	0
326		Electric Pumping Equipment	0	0		0	0	0
328		Diesel Pumping Equipment	0	0		0	0	0
3541		Other Pumping Equipment	0	0		0	0	0
3711		Collection System Structures - Sewer	0	0		0	0	0
		Electric Pumping Equipment - Sewer	0	0		0	0	0
		Total Source of Supply & Pumping	30,010	0		0	0	0
330		Water Treatment Plant						
331		Land and Land Rights	0	0		0	0	0
332		Structures and Improvements	0	0		0	0	0
334		Water Treatment Equipment	2,319,709	505,358		505,358	0	505,358
		Water Treatment - GAC	0	0		0	0	0
		Total Water Treatment	2,319,709	505,358		505,358	0	505,358
340		Transmission and Distribution Plant						
341		Land and Land Rights	73,655	0		0	0	0
342		T & D Structures and Improvements	25,013	1,897		1,897	0	1,897
343		Distribution Reservoirs and Standpipes	666,245	250,471		250,471	0	250,471
345		Transmission and Distribution Means	943,262	607,386		607,386	0	607,386
346		Services	119,757	9,713		9,713	0	9,713
347		Meter	3,556	(7,725)		(7,725)	0	(7,725)
348		Meter Installations	101,327	11,691		11,691	0	11,691
		Hydrants	3,523	1,500		1,500	0	1,500
		Total Transmission and Distribution	1,956,338	874,934		874,934	0	874,934

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-09143
ADJUSTMENTS TO ACCUMULATED DEPRECIATION AND AMORTIZATION
AS OF JULY 31 2007

SCHEDULE B-1.1
PAGE 1 OF 2
Witness Responsible: S.A. Miller

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

Line No.	Adjustment Title	Total Company Adjustment	Jurisdictional Percent	Jurisdictional Adjustment	Workpaper Reference	Description and Purpose of Adjustment
2	<u>CENTRAL DIVISION</u>					
4						
5						
7						
9						
10						
11	<u>TRIVILLAGE</u>					
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19	<u>ELK LAKE</u>					
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KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00163
 DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
 AS OF JULY 31 2007

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

Line No.	Acct No.	Account Title	Plant Investment	Adjusted Jurisdiction Accumulated Reserve	Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
1									
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4	390.1	Office Structures	4,038,738	706,595	1.68%	67,651	0%	45.8	R2
5	390.2	Street, Shop & Garage Structures	993,633	175,972	1.65%	16,395	0%	57.0	R2
6	390.3	Misc Structures	1,615,167	282,148	3.97%	64,123	0%	17.3	R2
7	391.1	Office Furniture	717,862	726,553	4.05%	29,077	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	77,448	76,267	11.94%	9,247	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	1,494,340	1,510,139	16.73%	250,003	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	485,057	490,185	3.47%	16,831	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	11.81%	0	17%	3.2	S0
12	391.25	Mainframe Software	4,539,556	4,597,551	21.09%	956,030	0%	3.7	S0
13	391.26	Personal Computer Software	636,669	645,421	22.20%	141,785	0%	3.2	S0
14	391.28	Other Software	522,313	527,835	21.15%	110,469	0%	3.8	S0
15	391.3	Other Office	151,294	153,894	6.98%	10,515	3%	10.1	R1
16	392.11	Transportation Equipment - Light Trucks	1,535,355	1,402,842	14.16%	217,406	30%	2.9	S2
17	392.12	Transportation Equipment - Heavy Trucks	785,973	717,772	12.59%	99,904	23%	4.1	R4
18	392.2	Transportation Equipment - Cars	179,702	164,192	20.28%	35,444	23%	1.9	R3
19	392.3	Other Transportation Equipment	130,747	119,463	14.37%	18,768	0%	1.9	R3
20	393	Stores Equipment	35,547	36,417	3.80%	1,379	0%	5.0	L1
21	394	Tools, Shop, and Garage Equipment	1,527,331	643,989	7.10%	108,441	0%	16.5	L1
22	395	Laboratory Equipment	643,099	636,328	10.94%	92,235	-3%	8.6	S0
23	396	Power Operated Equipment	1,504,657	660,442	9.13%	137,375	24%	6.9	R2
24	397	Communication Equipment	1,935,176	607,410	4.79%	92,695	0%	10.8	L3
25	397.1	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
26	397.2	Misc Equipment	1,182,376	237,622	4.71%	55,690	0%	10.8	L3
27	398	Other Tangible Property	137,995	290,359	20.69%	28,825	0%	16.4	L0
28	399	BWA Acquisition	0	447,959				7.3	L1
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			\$267,763,266	\$84,792,334		\$7,661,376			

Adjusted Jurisdiction Plant Investment represents LUIS net of Non-Depreciable Plant and Contributions in Aid of Construction.
 Current depreciation rates based on rates approved by the Commission in Case No. 95-554.

SCHEDULE B-12
PAGE 6 OF 16
Witness Responsible: S.A. Miller

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31, 2007

DATA: X, BASE PERIOD, FORECASTED PERIOD
TYPE OF FILING: ORIGINAL_X, UPDATED, REVISED
WORKPAPER REFERENCE NO(S): WIP - 1-3
TRIVILLAGE

Line No.	Acct No.	Account Title	Adjusted Jurisdiction Plant Investment	Accumulated Reserve	Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
2									
3									
4	390.1	Office Structures	1,919	301	1.58%	32	0%	46.8	R2
5	390.2	Stores, Shop & Garage Structures	64	10	1.55%	1	0%	57.0	R2
6	390.3	Misc Structures	2,599	488	3.97%	103	0%	17.3	R2
7	391.1	Office Furniture	4,707	739	4.05%	191	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	0	0	11.94%	0	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	15,943	2,502	16.73%	2,667	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	0	0	3.47%	0	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	11.81%	0	0%	3.2	S0
12	391.25	Mainframe Software	0	0	21.06%	0	0%	3.7	S0
13	391.26	Personal Computer Software	0	0	22.20%	0	0%	3.2	S0
14	391.28	Other Software	5,907	927	21.15%	1,249	0%	3.8	S0
15	391.3	Other Office	23,189	3,639	6.95%	1,612	3%	10.1	R1
16	392.11	Transportation Equipment - Light Trucks	9,500	1,491	14.16%	1,345	30%	2.9	S2
17	392.12	Transportation Equipment - Heavy Trucks	0	0	12.58%	0	25%	4.1	R4
18	382.2	Transportation Equipment - Cars	0	0	20.28%	0	23%	1.9	R3
19	392.3	Other Transportation Equipment	3,472	545	14.37%	499	0%	5.0	L1
20	393	Stores Equipment	0	0	3.88%	0	0%	16.5	L1
21	394	Tools, Shop, and Garage Equipment	6,461	1,017	7.10%	460	0%	10.8	S0
22	395	Laboratory Equipment	0	0	10.94%	0	0%	8.6	L3
23	396	Power Operated Equipment	35,704	5,603	9.13%	3,260	-3%	6.9	R2
24	397	Communication Equipment	2,718	427	4.79%	130	24%	10.8	R2
25	397.1	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
26	397.2	Communication Equipment	0	0	4.79%	0	0%	10.8	L3
27	398	Misc Equipment	6,051	949	4.71%	285	0%	16.4	L3
28	399	Other Tangible Property	0	0	20.89%	0	0%	7.3	L1
29		BWA Acquisition	0	834,073					
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				\$2,449,906	\$1,595,931				
						\$65,385			

Adjusted Jurisdiction plant investment represents UPIS net of Non-Depreciable Plant and Contributions in Aid of Construction.
Current depreciation rates based on rates approved by the Commission in Case No. 95-554.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31 2007

DATA: X_... BASE PERIOD ... FORECASTED PERIOD ...
TYPE OF FILING: ... ORIGINAL_X_UPDATED ... REVISED ...
WORKPAPER REFERENCE NO(S): WIP - 1-3
ELK LAKE

Line No.	Acct No.	Account Title	Adjusted Jurisdiction Plant Investment	Accumulated Reserve	Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
1									
2									
3									
4	390.1	Office Structures	0	0	1.65%	0	0%	45.8	RZ
5	390.2	Stores, Shop & Garage Structures	0	0	1.65%	0	0%	57.0	RZ
6	390.3	Misc Structures	0	0	3.97%	0	0%	17.3	RZ
7	391.1	Office Furniture	0	0	4.05%	0	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	0	0	11.94%	0	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	0	0	16.73%	0	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	0	0	3.47%	0	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	11.81%	0	17%	3.2	S0
12	391.25	Mainframe Software	0	0	21.05%	0	0%	3.7	S0
13	391.26	Personal Computer Software	0	0	22.20%	0	0%	3.2	S0
14	391.3	Other Software	0	0	21.45%	0	0%	3.8	S0
15	391.3	Other Office	0	0	6.95%	0	3%	10.1	R1
16	392.11	Transportation Equipment - Light Trucks	7,445	1,501	14.16%	1,054	30%	2.9	S2
17	392.12	Transportation Equipment - Heavy Trucks	0	0	12.58%	0	25%	4.1	R4
18	392.2	Transportation Equipment - Cars	0	0	20.28%	0	23%	1.9	R3
19	392.3	Other Transportation Equipment	0	0	14.37%	0	0%	5.0	L1
20	393	Stores Equipment	0	0	3.65%	0	6%	16.5	L1
21	394	Tools, Shop, and Garage Equipment	0	0	7.10%	0	0%	10.8	L1
22	395	Laboratory Equipment	0	0	10.94%	0	-3%	6.5	L3
23	396	Power Operated Equipment	0	0	9.13%	0	24%	6.9	R2
24	397	Communication Equipment	0	0	4.75%	0	0%	10.8	L3
25	397.1	Communication Equipment	0	0	4.75%	0	0%	10.8	L3
26	397.2	Communication Equipment	0	0	4.75%	0	0%	10.0	L3
27	398	Misc Equipment	0	0	4.71%	0	0%	16.4	L0
28	399	Other Tangible Property	500	118	20.85%	104	0%	7.3	L1
29		BNA Acquisition	0	0					
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			3326.012	446.173		39.627			

Adjusted jurisdiction plant investment represents UPIS net of Non-Depreciable Plant and Contributions in Aid of Construction.
Current depreciation rates based on rates approved by the Commission in Case No. 95-554.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31 2007

DATA: X_BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: ___ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): WP - 1-3
OWENTON

Line No.	Acct No.	Account Title	Plant Investment	Accumulated Reserve	Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
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3001		Other PIE Inaugurables	\$	\$0	10.00%	\$0			
3036		Chlor P/E Comprehensive Studies	0	0	12.50%	0			
311		SS Structures and Improvements	0	0	3.14%	0	0%	30.6	R2
312		Cell and Impounding Reservoir	0	0	2.20%	0	0%	40.0	R2
313		Lake, River, and Other Intakes	0	0	2.15%	0	0%	32.6	R2
314		Wells and Springs	0	0	0.00%	0	0%	0.0	
316		Supply Mains	0	0	1.11%	0	-5%	91.0	R1
321		Pumping Structures and Improvements	0	0	2.32%	0	-10%	41.9	R3
322		Boiler Plant Equipment	0	0	0.00%	0	0%	0.0	
323.2		Other Power Production Equipment	0	0	3.35%	0	0%	23.9	R1
325		Electric Pumping Equipment	0	0	3.71%	0	-8%	27.0	L2
326		Diesel Pumping Equipment	0	0	3.08%	0	-6%	30.0	L2
328.2		Gasoline Pumping Equipment	0	0	0.00%	0	0%	0.0	
328.3		Other Pumping Equipment	0	0	0.00%	0	0%	0.0	
354.1		Collection System Structures - Sewer	0	0	0.00%	0	0%	0.0	
371.1		Electric Pumping Equipment - Sewer	0	0	0.00%	0	0%	0.0	
331		WT Structures and Improvements	0	0	1.79%	0	-10%	53.9	R1
332		Water Treatment Equipment	1,007,459	505,358	4.03%	40,601	-20%	25.6	R1
334		Water Treatment - GAC	0	0	0.00%	0	0%	0.0	
341		T & D Structures and Improvements	25,013	1,097	5.65%	1,413	0%	17.7	R1
342		Dist Res and Standpipes	298,039	250,471	2.20%	366	-10%	36.6	L1
343		T & D Mains	521,216	607,388	1.18%	6,150	-4%	79.0	L0, R2, R3
345		Services	116,797	9,713	4.23%	4,941	-150%	55.1	R3
346		Meters	3,556	(7,725)	2.73%	97	0%	0.0	
346.1		Meters - Bronze Case	0	0	1.02%	0	16%	4.5	L1
346.2		Meters - Plastic Case	0	0	4.97%	0	0%	16.0	L1
346.3		Meters - Other	0	0	2.35%	0	16%	25.6	L0
347		Meter Installations	101,327	11,691	2.44%	2,472	-53%	54.1	R3
348		Hydrants	3,523	1,500	2.56%	91	-35%	48.0	L2

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DEPRECIATION ACCRUAL RATES AND ACCUMULATED BALANCES BY ACCOUNT
AS OF JULY 31 2007

DATA: X_ BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: ___ ORIGINAL ___ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): WIP - 1-3
DWENTON

Line No.	Act No.	Account Title	Adjusted Jurisdiction Plant Investment	Accumulated Reserve	Current Accrual Rate	Calculated Depreciation Expense	% Net Salvage	Average Service Life	Curve Form
2									
3									
4	390.1	Office Structures	0	0	1.88%	0	0%	45.8	R2
5	390.2	Stores, Shop & Garage Structures	25,137	7,095	1.85%	415	0%	57.0	R2
6	390.3	Misc Structures	124,381	37,626	3.97%	4,937	0%	17.3	R2
7	391.1	Office Furniture	5,658	10,270	4.05%	229	3%	19.4	L1
8	391.2	Mainframe Computer & Periph Equipment	0	0	11.94%	0	17%	5.7	S0
9	391.21	Personal Computer & Periph Equipment	12,842	21,858	16.73%	2,015	17%	3.0	S0
10	391.22	Other Office Machines and Equipment	0	0	3.47%	0	0%	0.0	S0
11	391.23	Office Machines and Equipment - Software	0	0	11.81%	0	17%	3.2	S0
12	391.25	Mainframe Software	8,954	16,271	21.06%	1,988	0%	3.7	S0
13	391.26	Personal Computer Software	0	0	22.20%	0	0%	3.2	S0
14	391.28	Other Software	0	0	21.15%	0	0%	3.6	S0
15	391.3	Other Office	4,221	7,682	6.95%	283	3%	10.1	R1
16	392.11	Transportation Equipment - Light Trucks	125,988	99,436	14.16%	17,536	30%	2.9	S2
17	392.12	Transportation Equipment - Heavy Trucks	0	0	12.58%	0	23%	4.1	R4
18	392.2	Transportation Equipment - Cars	0	0	20.28%	0	0%	1.9	R3
19	393	Other Transportation Equipment	0	0	14.37%	0	0%	5.0	L1
20	394	Stores Equipment	0	0	3.88%	0	0%	16.5	L1
21	394	Tools, Shop, and Garage Equipment	4,877	841	7.10%	348	0%	10.8	L3
22	395	Laboratory Equipment	0	0	10.94%	0	-3%	8.6	L3
23	396	Power Operated Equipment	48,450	57,169	9.13%	4,515	24%	6.9	R2
24	397	Communication Equipment	0	0	4.75%	0	0%	10.8	L3
25	397.1	Communication Equipment	0	0	4.75%	0	0%	10.8	L3
26	397.2	Communication Equipment	0	0	4.75%	0	0%	10.8	L3
27	398	Misc Equipment	75,554	55,619	4.71%	3,569	0%	16.4	L0
28	399	Other Tangible Property	0	0	4.71%	0	0%	7.3	L1
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			\$2,513,150	\$1,734,850		\$98,355			

Adjusted jurisdiction plant investment represents UPIS net of Non-Depreciable Plant and Contributions in Aid of Construction.
Current depreciation rates based on rates approved by the Commission in Case No. 95-554.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
CONSTRUCTION WORK IN PROGRESS
AS OF JULY 31 2007

SCHEDULE B-4
PAGE 1 OF 8
Witness Responsible: L. Bridwell

DATA: X_BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL_X_UPDATED_REVIS
WORKPAPER REFERENCE NO(S): WPP-1-5
CENTRAL DIVISION

Line No.	Project Number	Description of Project	Construction Amount	Accumulated Costs AFUDC Capitalized	Indirect Costs	Total Costs	Jurisdictional Percent	Total Jurisdictional Cost	Estimated Percent Complete
1	12020680	Mems	\$941,785	619	0	\$942,404	100%	\$942,404	NA
2	12020680	Services	\$0	0	0	\$0		\$0	NA
3	12020680	Meter Installations	\$0	0	0	\$0		\$0	NA
4	12020680	Hydrants	\$0	0	0	\$0		\$0	NA
5	12020680	Hydrants	\$0	0	0	\$0		\$0	NA
6	12020682	Replacements/Relocations at Company Expense	\$1,454,105	34,053	0	\$1,488,158		\$1,488,158	NA
7	12020682	Man Extensions at Company Expense	(\$5,254)	313	0	(\$4,941)		(\$4,941)	NA
8	12020682	Replacement hydrants	\$66,728	1,658	0	\$68,386		\$68,386	NA
9	12020684	New Hydrants	\$79,661	3,901	0	\$83,562		\$83,562	NA
10	12020685	Renewed Services	\$471,598	0	0	\$471,598		\$471,598	NA
11	12020686	New Services	(\$81)	0	0	(\$81)		(\$81)	NA
12	12020687	Replaced Meters and Meter Settings	\$1,164,376	0	0	\$1,164,376		\$1,164,376	NA
13	12020688	New Meters and Meter Installations	\$325,059	0	0	\$325,059		\$325,059	NA
14	12020689	ITS Equipment & Systems	\$76,841	321	0	\$77,162		\$77,162	NA
15	12020690	Office & Operations Centers	\$6,110	0	0	\$6,110		\$6,110	NA
16	12020691	Vehicles	\$46,374	0	0	\$46,374		\$46,374	NA
17	12020692	Tools & Equipment	\$117,190	0	0	\$117,190		\$117,190	NA
18	12020693	Process Plant replacements	\$327,072	412	0	\$327,484		\$327,484	NA
19	12020694	Process Plant additions	\$0	0	0	\$0		\$0	NA
20	12020697	Engineering Studies	\$79,496	0	0	\$79,496		\$79,496	NA
21	12020701	Russell Cave	\$6,765	193	0	\$6,958		\$6,958	100.00%
22	12020701	Leestown Road Main Improvements	\$140,529	9,989	0	\$150,518		\$150,518	21.50%
23	12020704	Source of Supply Project	\$1,140,537	0	0	\$1,140,537		\$1,140,537	49.87%
24	12020702	Major highway relocations	\$935,466	31,708	0	\$967,174		\$967,174	56.09%
25	12020704	Business Process	\$0	0	0	\$0		\$0	100.00%
26	12020692	Russell Cave Road Main 34,000' of 12"	\$517	(623)	0	(\$106)		(\$106)	100.00%
27	12020695	Rep Trac Valve System RRS	\$904,072	24,132	0	\$928,204		\$928,204	93.38%
28	12020696	Sludge Handling Improvements RRS	\$1,122,739	29,546	0	\$1,152,285		\$1,152,285	60.59%
29	12020698	Reliability Improvements	\$1,955,115	55,421	0	\$1,910,536		\$1,910,536	34.74%
30	12020691	Valve House Upgrades at KRS	\$0	0	0	\$0		\$0	100.00%
31	12020692	Yamaton Road Main	\$21,889	931	0	\$22,830		\$22,830	11.42%
32	12020695	Malsard Point Pressure Improvements	\$346,646	8,493	0	\$355,139		\$355,139	98.00%
33	12020696	Rpl Parkers Mill Pump and Diesel	\$702,791	8,240	0	\$710,941		\$710,941	92.09%
34	12020697	New WTP on Pool 3 of Ky River	\$3,762,860	91,657	0	\$3,854,517		\$3,854,517	2.75%
35	12020712	Development SOS solution	\$0	0	0	\$0		\$0	100.00%
36	12020702	Ky Major Highway	\$710,613	14,942	0	\$725,555		\$725,555	100.00%
37	12020301	Elevated Storage Tank	(\$16,066)	\$0	0	(\$16,066)		(\$16,066)	
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			\$16,785,473	\$314,506	\$0	\$17,100,379		\$17,100,379	

Note: Budget Projects 80 - 94 represent normal on-going construction expenditures and are comprised of numerous construction jobs. The cost of these projects can range from approximately \$1,000 to \$95,000. The construction period may be as little as one week or as long as two months.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
CONSTRUCTION WORK IN PROGRESS
AS OF JULY 31 2007

SCHEDULE B-4
PAGE 3 OF 8
Witness Responsible: L. Birdwell

DATA: _X_ BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: ___ ORIGINAL _X_ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): WIP-1-5
TRI-VILLAGE

Line No.	Project Number	Description of Project	Construction Amount	Accumulated Costs AFUDC Capitalized	Indirect Costs	Total Costs	Jurisdictional Percent	Total Jurisdictional Cost	Estimated Percent Complete
1									
2	12300081	Replacements/Relocations at Company Expense	\$487,738	17,497		\$515,235	100%	\$515,235	NA
3	12300092	Main Extensions at Company Expense	\$174,081	5,906		\$179,987		\$179,987	NA
4	12300084	New Hydrants	\$22,736	680		\$23,416		\$23,416	NA
5	12300403	Owen County Main Extensions	\$1,068,176	44,989		\$1,113,165		\$1,113,165	51.78%
6	12300604	SCADA system Owen Co	\$537,383	23,373		\$560,756		\$560,756	98.00%
7	12300083	Hydrants Replacement	(\$2,678)	226		(\$2,652)		(\$2,652)	NA
8	12300086	Services - New	\$11,681			11,681		\$11,681	NA
9	12300089	ITS Equipment and Systems	\$88,786			88,786		\$88,786	NA
10	12300091	Vehicles	\$25,016			25,016		\$25,016	NA
11	12300402	Major Highway Relocations	(\$610)			(\$610)		(\$610)	NA
12	12300087	Meters Replacements	\$310			310		\$310	NA
13									
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			\$2,422,399	\$92,671	\$0	\$2,515,070		\$2,515,070	

Note: Budget Projects 60 - 54 represent normal ongoing construction expenditures and are comprised of numerous construction jobs. The cost of these projects can range from approximately \$1,000 to \$95,000. The construction period may be as little as one week or as long as two months.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
CONSTRUCTION WORK IN PROGRESS
AS OF JULY 31 2007

SCHEDULE B-4
PAGE 5 OF 6
Witness Responsible: L. Brickwell

DATA: X, BASE PERIOD, FORECASTED PERIOD
TYPE OF FILING: ORIGINAL, X, UPDATED, REVISED
WORKPAPER REFERENCE NO(S): WP-1-5
ELK LAKE

Line No.	Project Number	Description of Project	Construction Amount	AFUDC Capitalized	Accumulated Costs Indirect Costs	Total Costs	Jurisdictional Percent	Total Jurisdictional Cost	Estimated Percent Complete
1			\$0						
2			\$0	\$0		\$0	100%	\$0	NA
3									
4									
5									
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Note: Budget Projects 30 - 94 represent normal on-going construction expenditures and are comprised of numerous construction jobs. The cost of these projects can range from approximately \$1,000 to \$95,000. The construction period may be as little as one week or as long as two months.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2007-09143
CONSTRUCTION WORK IN PROGRESS
AS OF JULY 31 2007

SCHEDULE B-4
PAGE 7 OF 8
Witness Responsible: L. Bridwell

DATA: _X_ BASE PERIOD _____ FORECASTED PERIOD _____
TYPE OF FILING: ____ ORIGINAL_X_ UPDATED ____ REVISED _____
WORKPAPER REFERENCE NO(S): WWP-1-5
OWENTON

Line No.	Project Number	Description of Project	Construction Amount	AFUDC Capitalized	Accumulated Costs Indirect Costs	Total Costs	Jurisdictional Percent	Total Jurisdictional Cost	Estimated Percent Complete
1									
2	12320083	Process Plant replacements	\$65,094	3,717		\$68,811	100%	\$68,811	NA
3	12320507	Owenton Acquisition	\$443,223	15,070		\$458,293		\$458,293	35.09%
4	12350086	Services - New	\$7,749			7,749			
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						\$516,065	\$18,787	\$534,853	
						\$0		\$527,104	

Note: Budget Projects 80 - 94 represent normal on-going construction expenditures and are comprised of numerous construction jobs. The cost of these projects can range from approximately \$1,000 to \$95,000. The construction period may be as little as one week or as long as two months.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
CONSTRUCTION WORK IN PROGRESS - PERCENT COMPLETE
AS OF JULY 31 2007

SCHEDULE B-4.1
PAGE 1 OF 8
Witness Responsible: L. Britwell

DATA: _X_ BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: ___ ORIGINAL ___X_ UPDATED ___
WORKPAPER REFERENCE NO(S): WP-1-5
CENTRAL DIVISION

Line No.	Project Number	Date Construction Began	Estimated Completion Date	% of Elapsed Time	Original Budget Estimate	Current Budget Estimate	Total Project Expenditures	% of Total Expenditures to Budget Est.
2	12020080	NA	NA	NA	NA	NA	942,404	NA
3	12020080	NA	NA	NA	NA	0	0	NA
4	12020080	NA	NA	NA	NA	0	0	NA
5	12020080	NA	NA	NA	NA	0	0	NA
6	12020081	NA	NA	NA	NA	1,488,158	1,488,158	NA
7	12020082	NA	NA	NA	NA	(4,941)	(4,941)	NA
8	12020083	NA	NA	NA	NA	69,206	69,206	NA
9	12020084	NA	NA	NA	NA	83,562	83,562	NA
10	12020085	NA	NA	NA	NA	471,598	471,598	NA
11	12020086	NA	NA	NA	NA	(81)	(81)	NA
12	12020087	NA	NA	NA	NA	1,164,376	1,164,376	NA
13	12020088	NA	NA	NA	NA	325,959	325,959	NA
14	12020089	NA	NA	NA	NA	77,162	77,162	NA
15	12020090	NA	NA	NA	NA	6,110	6,110	NA
16	12020091	NA	NA	NA	NA	46,374	46,374	NA
17	12020092	NA	NA	NA	NA	117,190	117,190	NA
18	12020093	NA	NA	NA	NA	327,464	327,464	NA
19	12020094	NA	NA	NA	NA	0	0	NA
20	12020097	NA	NA	NA	NA	79,495	79,495	NA
21	12020105	Sep-02	Dec-05	100.00%	1,300,000	1,602,461	6,958	100.00%
22	12020201	Apr-02	NA	NA	700,000	700,000	150,518	21.50%
23	12020204	Apr-02	Dec-10	100.00%	600,000	1,400,000	1,140,537	49.87%
24	12020402	Jan-04	NA	NA	700,000	9,031,567	967,174	50.00%
25	12020404	Jan-04	Dec-04	100.00%	1,190,000	1,190,000	0	100.00%
26	12020502	Sep-05	Mar-07	100.00%	1,800,000	1,800,000	(106)	100.00%
27	12020505	Nov-05	Jul-07	100.00%	748,000	994,000	928,204	93.38%
28	12020506	Jan-06	Nov-07	82.61%	2,000,000	1,900,000	1,151,285	60.59%
29	12020508	Jan-06	Nov-09	54.29%	5,000,000	5,500,000	1,910,536	34.74%
30	12020501	May-06	Mar-07	100.00%	350,000	445,000	0	100.00%
31	12020602	Jul-06	Jun-10	25.00%	200,000	200,000	22,830	11.42%
32	12020605	Apr-06	Mar-07	100.00%	300,000	300,000	355,139	100.00%
33	12020606	Jun-06	Jul-07	100.00%	350,000	772,000	710,941	92.09%
34	12020607	Apr-06	Jun-10	28.00%	140,963,000	140,963,000	3,854,537	2.73%
35	12029212	Jan-02	Jan-10	28.00%	NA	NA	0	NA
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					\$156,202,000	\$166,998,028	\$16,390,050	

Note: Investment Projects 80 - 94 represent normal on-going construction expenditures and are comprised of numerous construction jobs. The cost of these projects can range from approximately \$1,000 to \$95,000. The construction period may be as little as one week or as long as three months.

KENTUCKY-AMERICAN WATER COMPANY

CASE NO: 2007-00145

CONSTRUCTION WORK IN PROGRESS - PERCENT COMPLETE

AS OF JULY 31 2007

SCHEDULE B-4.1
PAGE 3 OF 6
Witness Responsible: L. Bridwell

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL_X UPDATED REVISED
WORKPAPER REFERENCE NO(S): WIP-1-5
TRI VILLAGE

Line No	Project Number	Date Construction Began	Estimated Completion Date	% of Elapsed Time	Original Budget Estimate	Current Budget Estimate	Total Project Expenditures	% of Total Expenditures to Budget Est.
1								
2	12300081	NA	NA	NA	NA	NA	\$15,235	NA
3	12300081	NA	NA	NA	NA	NA	0	NA
4	12300082	NA	NA	NA	NA	NA	179,567	NA
5	12300083	NA	NA	NA	NA	NA	0	NA
6	12300084	NA	NA	NA	NA	NA	23,416	NA
7	12300085	NA	NA	NA	NA	NA	0	NA
8	12300086	NA	NA	NA	NA	NA	0	NA
9	12300087	NA	NA	NA	NA	NA	0	NA
10	12300088	NA	NA	NA	NA	NA	0	NA
11	12300089	NA	NA	NA	NA	NA	0	NA
12	12300090	NA	NA	NA	NA	NA	0	NA
13	12300091	NA	NA	NA	NA	NA	0	NA
14	12300092	NA	NA	NA	NA	NA	0	NA
15	12300093	NA	NA	NA	NA	NA	0	NA
16	12300094	NA	NA	NA	NA	NA	0	NA
17	12300403	Sep-04	Jul-07	100.00%	1,200,000	2,150,000	1,113,165	51.76%
18	12300604	Mar-06	Apr-07	100.00%	500,000	520,000	560,756	96.00%
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Note: Investment Projects 80 - 94 represent normal on-going construction expenditures and are comprised of numerous construction jobs. The cost of these projects can range from approximately \$1,000 to \$95,000. The construction period may be as little as one week or as long as three months.

2,392,539

KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2007-00143
CONSTRUCTION WORK IN PROGRESS - PERCENT COMPLETE
AS OF JULY 31 2007

SCHEDULE B-4.1
PAGE 5 OF 8
Witness Responsible: L. Bridwell

DATA: X BASE PERIOD FORECASTED PERIOD
TYPE OF FILING: ORIGINAL X UPDATED REVISED
WORKPAPER REFERENCE NO(S): WP-1-5
ELK LAKE

Line No.	Project Number	Date Construction Began	Estimated Completion Date	% of Elapsed Time	Original Budget Estimate	Current Budget Estimate	Total Project Expenditures	% of Total Expenditures to Budget Est.
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NONE

Note: Investment Projects 60 - 94 represent normal on-going construction expenditures and are comprised of numerous construction jobs. The cost of these projects can range from approximately \$1,000 to \$95,000. The construction period may be as little as one week or as long as three months.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2007-08143
CONSTRUCTION WORK IN PROGRESS - PERCENT COMPLETE
AS OF JULY 31, 2007

DATA: _X_ BASE PERIOD _____ FORECASTED PERIOD _____ SCHEDULE B-4.1
TYPE OF FILING: _ ORIGINAL _X_ UPDATED _____ PAGE 7 OF 8
WORKPAPER REFERENCE NO(S): WIP-1-5 _____ Witness Responsible: L. Bridwell

Line No.	Project Number	Date Construction Began	Estimated Completion Date	% of Elapsed Time	Original Budget Estimate	Current Budget Estimate	Total Project Expenditures	% of Total Expenditures to Budget Est.
1	12320081	NA	NA	NA	NA	NA	0	NA
2	12320082	NA	NA	NA	NA	NA	0	NA
3	12320083	NA	NA	NA	NA	NA	0	NA
4	12320084	NA	NA	NA	NA	NA	0	NA
5	12320085	NA	NA	NA	NA	NA	0	NA
6	12320086	NA	NA	NA	NA	NA	0	NA
7	12320087	NA	NA	NA	NA	NA	0	NA
8	12320088	NA	NA	NA	NA	NA	0	NA
9	12320089	NA	NA	NA	NA	NA	0	NA
10	12320090	NA	NA	NA	NA	NA	0	NA
11	12320091	NA	NA	NA	NA	NA	0	NA
12	12320092	NA	NA	NA	NA	NA	0	NA
13	12320093	NA	NA	NA	NA	NA	68,811	NA
14	12320094	NA	NA	NA	NA	NA	0	NA
15	12320097	NA	NA	NA	NA	NA	0	NA
16	12320507	Jul-06	Nov-08	46.43%	1,269,815	1,269,815	458,283	36.09%
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Note: Investment Projects 80 - 84 represent normal on-going construction expenditures and are comprised of numerous construction jobs. The cost of these projects can range from approximately \$1,000 to \$95,000. The construction period may be as little as one week or as long as three months.

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-50140
ALLOWANCE FOR WORKING CAPITAL
AS OF JULY 31 2007

SCHEDULE B-5
PAGE 1 OF 2
Witness Responsible: S.A. Miller

DATA: X_ BASE PERIOD ___ FORECASTED PERIOD
TYPE OF FILING: ___ ORIGINAL_X_ UPDATED ___ REVISED
WORKPAPER REFERENCE NO(S): SCH 5.1/5.2

Line No.	Working Capital Component	Description of Methodology Used to Determine Jurisdictional Requirement	Worksheet Reference	Total Company	Jurisdictional Percent	Jurisdictional Amount
2	CENTRAL DIVISION					
3	Working Capital	LeadLag Study	B-5.2, Page 1/3	\$3,609,000	100.00%	\$3,609,000
4						
5						
6						
7	Materials and Supplies	13 Month Average Balance	B-5.1	\$499,513	100.00%	\$499,513
8						
9						
10	TRIVILLAGE					
11	Working Capital	LeadLag Study	B-5.2, Page 1/3	\$39,000	100.00%	\$39,000
12						
13						
14						
15	Materials and Supplies	13 Month Average Balance	B-5.1	\$62,240	100.00%	\$62,240
16						
17						
18	ELK LAKE					
19	Working Capital	LeadLag Study	B-5.2, Page 1/3	\$5,000	100.00%	\$5,000
20						
21						
22						
23	Materials and Supplies	13 Month Average Balance	B-5.1	\$0	100.00%	\$0
24						
25						
26	OWENTON					
27	Working Capital	LeadLag Study	B-5.2, Page 1/3	\$56,000	100.00%	\$56,000
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49						
50	Materials and Supplies	13 Month Average Balance	B-5.1	\$0	100.00%	\$0

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
WORKING CAPITAL COMPONENTS
AS OF JULY 31, 2007

SCHEDULE B-6.1
PAGE 1 OF 2
Witness Responsible: S.A. Hillier

DATA: X - BASE PERIOD - FORECASTED PERIOD
TYPE OF FILING: ORIGINAL_X - UPDATED - REVISED
WORKPAPER REFERENCE NO(S): WIP-1-7

Line No.	Description	13 - Month Average For Period		Prior Period	
		Total Company	Jurisdictional Amount	Total Company	Jurisdictional Amount
2	CENTRAL DIVISION				
3	Materials and Supplies				
4					
5					
6	Plant Materials	\$369,504	\$369,504	\$369,504	\$369,504
7	Chemicals	130,009	130,009	130,009	130,009
8					
9					
10		\$499,513	\$499,513	\$499,513	\$499,513
11					
12	TRIVILLAGE				
13	Materials and Supplies				
14					
15					
16	Plant Materials	\$42,538	\$42,538	\$42,538	\$42,538
17	Chemicals	19,702	19,702	19,702	19,702
18					
19					
20		\$62,240	\$62,240	\$62,240	\$62,240
21					
22	ELK LAKE				
23	Materials and Supplies				
24					
25					
26	Plant Materials	\$0	\$0	\$0	\$0
27	Chemicals	0	0	0	0
28					
29					
30		\$0	\$0	\$0	\$0
31					
32	OWENTON				
33	Materials and Supplies				
34					
35					
36	Plant Materials	\$0	\$0	\$0	\$0
37	Chemicals	0	0	0	0
38					
39					
40		\$0	\$0	\$0	\$0
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
WORKING CAPITAL - LEADLAG STUDY
AS OF JULY 31 2007

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

DATA: _X_ BASE PERIOD ____ FORECASTED PERIOD ____
TYPE OF FILING: __ ORIGINAL __X_ UPDATED ____ REVISED ____
WORKPAPER REFERENCE NO(S): 9ch 5Z

Line No.	Description	Amount			
		TRIVILLAGE	ELK LAKE	OWENTON	TOTAL WATER
2	Total Operating Funds	\$54,609,802	\$1,071,526	\$82,708	\$1,011,644
3					\$5,634,036
4	Average Daily Operating Funds	149,232	2,936	254	2,772
5					
6	Composite Average Days Interval Between:				
7	(A) Date Service Furnished and Date Collections Deposited	42.37	42.37	42.37	42.37
8	(B) Date Expenses Incurred and Date of Payment	18.18	28.95	24.42	27.26
9	(C) Net Interval	24.19	13.42	17.95	28.11
10					
11	Total Working Capital	\$3,009,397	\$39,391	\$4,556	\$65,735
12					3,653,346
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		\$3,009,000	\$39,000	\$5,000	\$55,000
					3,653,000

SCHEDULE B-52
 PAGE 2 OF 6
 Witness Responsible: SA, Miller

KENTUCKY-AMERICAN WATER COMPANY
 CASE NO: 2007-00143
 WORKING CAPITAL - LEADLAG STUDY
 AS OF JULY 31 2007

DATA: _X_ BASE PERIOD ___ FORECASTED PERIOD
 TYPE OF FILING: _ ORIGINAL _X_ UPDATED ___ REVISED
 WORKPAPER REFERENCE NO(S): WIP-3 & WIP-1-4

Line No.	Description	Amount			Post Payment or (Leads) Days	Dollar Days			TOTAL WATER	
		CENTRAL DIVISION	TRI-VILLAGE	OWERTON		ELK LAKE	ELK LAKE	OWERTON		
2	Payroll - Unions/ATS Group	\$3,452,404	\$119,846	\$23,763	12.00	\$41,420,848	\$1,438,152	\$285,156	\$2,028,592	45,980,748
3	Payroll - Unions/ATS Group	1,611,132	55,328	11,090	12.00	19,133,584	\$671,136	\$133,080	\$1,320,012	21,457,812
4	Fuel, Power and Electric	2,664,225	290	41	26.96	71,027,366	\$8,034	\$1,105	\$339,006	71,975,651
5	Chemicals	1,578,551	0	0	6.65	10,497,364	\$0	\$0	\$346,950	10,844,314
6	Service Company Charges	7,422,616	0	0	6.40	2,665,047	\$0	\$0	\$0	2,669,047
7	Group Insurance	1,692,695	(6,735)	(936)	(6.81)	(7,236,953)	\$45,865	\$6,374	\$10,624	(7,174,099)
8	Opch	640,024	(3,519)	(489)	(23.13)	(3,704,755)	(\$11,311)	(\$16,376)	(\$16,376)	(3,732,462)
9	Pensions	673,554	(3,435)	(477)	(5.50)	(3,704,547)	\$2,624	\$2,624	\$3,713	(3,679,317)
10	Insurance Other than Group	534,224	(697)	(97)	(44.70)	(23,879,813)	\$31,155	\$4,336	\$7,107	(23,837,214)
11	Transportation Expense	494,744	24,976	3,457	13.56	6,709,729	\$337,319	\$46,877	(\$2,793)	7,030,132
12	Rent	35,419	19,689	0	16.39	651,355	\$362,681	\$0	\$0	1,013,436
13	Telephone Expense	143,113	8,624	0	10.31	1,475,485	\$82,727	\$0	\$0	1,558,222
14	Postage Expense	510,001	0	0	23.47	11,969,733	\$46,754	\$0	\$0	11,969,733
15	Stock E	66,826	1,660	0	28.03	2,433,733	\$6,754	\$0	\$64,833	2,545,320
16	Maintenance Expense	944,877	18,413	2,534	18.54	17,516,020	\$341,377	\$46,834	\$258,167	18,164,358
17	Amortization	13,051	2	0	0.00	0	\$0	\$0	\$0	0
18	Uncollectibles	593,043	0	0	0.00	0	\$0	\$0	\$0	0
19	Waste Disposal	353,536	0	0	25.97	9,161,330	\$0	\$0	\$0	9,161,330
20	Other Operating Expenses	3,156,039	453,163	35,605	24.44	78,111,197	\$1,075,304	\$870,211	\$2,099,909	82,155,621
21	Total O & M Expenses	26,000,076	667,521	74,592	24.44	254,088,373	14,377,404	1,387,266	7,057,744	276,910,807
22	Depreciation and Amortization	8,162,319	76,297	0	0.00	0	\$0	\$0	\$0	0
23	Taxes, Other than Income	5,581	162	50	69.86	390,899	\$12,715	\$3,493	\$25,778	431,075
24	Payroll - FLTA	5,268	181	48	75.14	395,838	\$13,660	\$3,607	\$28,178	441,223
25	Payroll - SUJA	375,011	13,439	2,647	15.60	5,625,165	\$201,585	\$39,765	\$399,765	6,266,220
26	Payroll - FICA	2,510,886	0	0	79.95	178,146,071	\$0	\$0	\$0	178,146,071
27	Other	(390,972)	3,643	158	52.75	(20,623,773)	\$192,168	\$0,335	\$565,058	(19,869,212)
28	Income Taxes - Current - SIT	62,847	21,132	914	30.13	1,893,580	\$636,707	\$27,539	\$1,871,565	4,429,411
29	Income Taxes - Current - FIT	3,399,763	99,735	5,249	6.00	0	\$0	\$0	\$0	0
30	Deferred Income Taxes	4,478,772	126,034	6,419	118.64	535,840,331	\$15,078,708	\$767,969	\$12,162,842	563,849,650
31	Interest Expense - Long - Term Debt	913,708	6,652	390	14.60	13,340,143	\$11,865	\$5,694	\$50,228	13,547,830
32	Interest Expense - Short - Term Debt	458,767	6,428	429	46.40	21,286,795	\$391,059	\$19,906	\$315,427	22,013,187
33	Preferred Dividends	8,487,775	27,272	1,812	0.00	0	\$0	\$0	\$0	0
34	Net Income	\$54,469,802	\$1,071,526	\$82,708	0.00	\$980,384,412	\$31,015,811	\$2,263,534	\$22,516,605	1,046,160,362
35	Net Operating Funds									
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Average Days Interval between Date Expenses are Incurred and Date of Payment

18.10 28.95 24.42 22.26

SCHEDULE B-52
PAGE 3 OF 6
Witness Responsible: S.A. Miller

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
WORKING CAPITAL - LEADLAG STUDY
AS OF JULY 31 2007

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

Line No.	Revenues Amount	Median Service Days	Dollar Days
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Category	Revenues Amount	Median Service Days	Dollar Days
Monthly - Arrears Full Bill	\$43,713,784	15.21	\$664,886,653
Other Revenues	1,968,927	34.54	68,006,739
Fire Service	3,309,684	(15.26)	(50,505,778)
Total	48,992,395		\$682,387,614

Metric	Value
Average Median Service Days	13.93
Number of Days between the Reading Date and the Billing Date	4.17
Number of Days between the Billing Date and the Date the Bills are Paid	24.27
Total Average Days' Interval between Number of Days from Date Services are Furnished to Date Collections are Received	42.37

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
DEFERRED CREDITS AND ACCUMULATED DEFERRED INCOME TAXES
AS OF JULY 31 2007

DATA: _X_ BASE PERIOD ___ FORECASTED PERIOD ___ SCHEDULE B-6
TYPE OF FILING: ___ ORIGINAL ___ X ___ UPDATED ___ REVISOR PAGE 1 OF 2
WORKPAPER REFERENCE NO(S): WIP-1 Witness Responsible: M.A. Miller/SA. Miller

Line No.	Acct No.	Description	Workpaper Reference	Jurisdictional Percent				Jurisdictional Amount					
				CENTRAL DIV	TRI-VILLAGE	ELK LAKE	OWENTON	CENTRAL DIV	TRI-VILLAGE	ELK LAKE	OWENTON	TOTAL WATER	
2	252	Customer Advances		\$15,346,389	\$49	\$	\$	100.00%	\$15,346,389	0	\$0	\$0	15,346,389
4	271	Contributions in Aid of Construction		\$36,781,725	2,123,343	\$85,737	\$855,279		\$36,781,725	\$65,737	\$825,279	\$825,279	39,816,094
6	255	Investment Tax Credits: Pre 1971 3% Credit 1971-1975 4% Credit 1975-12/31/85 10% Credit		\$105,014	0	0	0		\$105,014	0	0	0	105,014
10				\$105,014	\$0	\$0	\$0		\$105,014	\$0	\$0	\$0	105,014
12				\$28,409,546	\$68,625	\$0	\$42,337		\$28,409,546	\$0	\$42,337	\$42,337	28,520,508
14				459,737	52,732	0	145,046		459,737	0	145,046	145,046	657,515
16				761,026	0	0	0		761,026	0	0	0	761,026
18				\$29,650,309	\$121,357	\$0	\$187,383		\$29,650,309	\$0	\$187,383	\$187,383	29,919,049
20				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
22				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
24				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
26				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
28				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
30				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
32				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
34				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
36				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
38				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
40				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
42				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
44				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
46				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
48				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0
50				\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-09143
JURISDICTIONAL PERCENTAGES

SCHEDULE B-7
PAGE 1 OF 1
Witness Responsibility: S.A. Miller

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

Line No.	Acct No.	Account Title	Jurisdictional Percentage	Description of Factors And/Or Method of Allocation
1				
2				
3				
4		CENTRAL DIVISION		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY
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8		TRI-VILLAGE		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY
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14		ELK LAKE		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY
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19		ORIENTON		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
JURISDICTIONAL STATISTICS - RATE BASE

SCHEDULE B-7.1
PAGE 1 OF 1
Witness Responsibility: S.A. Miller

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

Line No.	Description	Stabile Total Company	Adjustment	Adjusted Stabile	Stabile For Rate Area	Allocation Factor
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4	<u>CENTRAL DIVISION</u>					
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9	<u>TR-VILLAGE</u>					
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14	<u>ELK LAKE</u>					
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NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY

NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY

NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY

NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY

KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
EXPLANATION OF CHANGES IN JURISDICTIONAL PROCEDURES

SCHEDULE B-72
PAGE 1 OF 1
Witness Responsibility: S.A. Miller

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

Line No.	Acct No.	Description	Procedures Approved in Prior Rate Case	Rationale for Change
1				
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3				
4	<u>CENTRAL DIVISION</u>		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY	
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8				
9	<u>TRI-VILLAGE</u>		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY	
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14	<u>ELK LAKE</u>		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY	
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19	<u>OWERTON</u>		NOT APPLICABLE TO KENTUCKY-AMERICAN WATER COMPANY	
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KENTUCKY-AMERICAN WATER COMPANY
CASE NO: 2007-00143
COMPARATIVE BALANCE SHEETS
AS OF DECEMBER 31, 2002 - 2006 AND BASE AND FORECASTED PERIODS

DATA: X_ BASE PERIOD X_ FORECASTED PERIOD
TYPE OF FILING: ORIGINAL X_ UPDATED REVISED
WORKPAPER REFERENCE NO(S):
SCHEDULE B-B
PAGE 1 OF 2
Witness Responsible: M.A. Miller

Line No.	Description	Forecasted Period	Base Period	% Change	2006	% Change	2005	% Change	2004	% Change	2003	% Change	2002
1	Utility Plant	323,775,453	260,961,814	24.07%	265,788,012	-1.07%	246,609,415	6.97%	223,302,851	10.44%	215,262,510	3.74%	206,934,434
2	Utility Plant in Service	\$360,912,659	\$328,932,862	15.80%	\$327,533,086	0.43%	\$303,733,315	7.84%	\$282,577,352	7.49%	\$269,700,375	4.77%	\$253,519,205
3	CWIP	41,540,291	20,150,302	106.15%	11,735,349	71.71%	11,416,965	2.79%	6,345,740	79.92%	4,417,165	43.66%	7,200,291
4	Accum Prov - Depn/Amort	(98,709,036)	(66,170,290)	11.95%	(75,026,389)	16.28%	(66,879,350)	10.09%	(66,027,848)	4.32%	(59,283,171)	11.39%	(54,242,814)
5	UPAA	31,539	46,940	-35.56%	347,966	-85.94%	338,465	2.81%	407,617	-16.96%	428,141	-4.79%	449,752
6	Total Net Utility Plant	323,775,453	260,961,814	24.07%	265,788,012	-1.07%	246,609,415	6.97%	223,302,851	10.44%	215,262,510	3.74%	206,934,434
7	Other Property and Investments	249,738	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738
8	Current Land and Accrued Assets	249,738	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738	0.00%	249,738
9	Cash and Cash Equivalents	0.00%	0.00%	0.00%	904,169	-100.00%	840,222	7.61%	584,046	43.86%	1,001,714	-41.70%	698,520
10	Temporary Cash Investments	0.00%	0.00%	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0
11	Customer Accounts	0.00%	0.00%	0.00%	2,453,029	-100.00%	3,428,301	-28.45%	2,506,851	36.76%	2,849,893	-12.04%	1,799,485
12	Receivable	0.00%	0.00%	0.00%	(261,097)	-100.00%	(258,904)	0.85%	(169,689)	52.57%	(70,816)	139.63%	(66,969)
13	Accum Prov - Uncollectibles	0.00%	0.00%	0.00%	2,510,264	-100.00%	4,529,612	-44.58%	4,429,251	2.27%	3,759,672	17.81%	2,117,835
14	Accrued Utility Revenues	0.00%	0.00%	0.00%	4,096,177	-100.00%	2,165,188	89.18%	1,528,094	41.69%	2,383,785	-35.90%	0
15	Income Tax Refund due	0.00%	0.00%	0.00%	602,980	-100.00%	390,576	2.10%	623,269	-5.25%	1,052,199	-40.76%	722,958
16	From Assoc. Co	0.00%	0.00%	0.00%	515,515	-100.00%	425,930	21.03%	538,204	-20.57%	442,869	1.06%	464,909
17	Misc Accounts Receivable	0.00%	0.00%	0.00%	266,971	-100.00%	261,361	2.15%	186,634	40.04%	513,647	-61.66%	466,613
18	Materials and Supplies	0.00%	0.00%	0.00%	11,089,008	-1.12%	11,982,285	-7.46%	10,224,670	17.19%	11,322,959	-14.32%	6,203,351
19	Other	0.00%	0.00%	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0
20	Total Current and Accrued Assets	11,462,000	11,612,000	-1.12%	11,089,008	4.73%	11,982,285	-7.46%	10,224,670	17.19%	11,322,959	-14.32%	6,203,351
21	Deferred Debits	0.00%	0.00%	0.00%	462,792	-100.00%	535,665	-13.60%	612,863	-12.60%	692,207	-11.46%	785,873
22	Unamortized Debt and Preferred Stock Expense	0.00%	0.00%	0.00%	421,207	-100.00%	782,497	-46.17%	950,530	-17.68%	5,572	16959.05%	0
23	Unamortized Rate Case	0.00%	0.00%	0.00%	125,657	-100.00%	134,963	-6.90%	134,474	0.36%	1,480,981	-90.92%	1,604,520
24	Expenses	0.00%	0.00%	0.00%	11,593,954	-100.00%	12,165,309	-4.70%	14,137,661	-13.95%	18,562,227	-23.84%	18,389,740
25	Preliminary Survey and Investigation Charges	0.00%	0.00%	0.00%	12,603,610	-18.54%	13,618,425	-7.45%	15,635,528	-14.00%	20,740,967	-23.65%	20,780,133
26	Misc Deferred Debits	0.00%	0.00%	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0
27	Total Deferred Debits	19,957,737	14,540,894	26.88%	12,603,610	18.54%	13,618,425	-7.45%	15,635,528	-14.00%	20,740,967	-23.65%	20,780,133
28	Total Assets	\$354,464,928	\$287,764,446	23.18%	\$287,729,368	0.01%	\$272,459,864	5.60%	\$249,612,797	9.15%	\$248,166,154	0.57%	\$234,167,656

KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2007-00143
COMPARATIVE BALANCE SHEETS
AS OF DECEMBER 31, 2002 - 2006 AND BASE AND FORECASTED PERIODS

SCHEDULE B-4
PAGE 2 OF 2
Witness Responsible: M.A. Miller

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

Line No.	Description	Forecasted Period	% Change	Base Period	% Change	2006	% Change	2005	% Change	2004	% Change	2003	% Change	2002
1	Common Equity													
2	Common Stock Issued	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777	0.00%	\$36,568,777
3	Paid-in-Capital	30,489	0.00%	30,489	-99.82%	8,056,319	14250.96%	56,139	76.65%	31,779	4.23%	30,489	42.95%	21,329
4	Retained Earnings	61,658,187	62.15%	38,025,319	32.94%	28,693,877	5.62%	27,082,028	14.43%	23,667,241	-10.03%	26,304,493	4.46%	25,177,597
5	Total Common Equity	98,257,453	31.67%	74,624,585	1.91%	73,228,673	14.95%	63,706,944	5.71%	60,267,797	-4.19%	62,903,759	1.84%	61,767,703
6	Preferred Stock Issued	5,966,700	0.00%	5,966,700	306.98%	1,466,100	-0.18%	1,468,700	-75.72%	6,048,500	-0.07%	6,052,800	-12.41%	6,910,000
7	Long-Term Debt	123,800,000	148.10%	49,900,000	-8.27%	54,400,000	-33.25%	81,500,000	-1.21%	82,500,000	20.44%	69,500,000	0.00%	68,500,000
8	Current Portion - LTD	0	0.00%	0	-100.00%	27,160,000	0.00%	0	0.00%	0	0.00%	0	0.00%	0
9	Total Capitalization	228,024,153	74.74%	130,491,285	-16.46%	156,185,073	6.49%	146,675,644	-1.44%	148,816,297	8.26%	137,456,559	0.20%	137,177,703
10	Current and Accrued Liabilities													
11	Notes Payable		0.00%		-100.00%	3,297,056	-58.75%	7,992,103	632.66%	1,090,837	-93.65%	17,173,237	17.23%	14,648,828
12	Accounts Payable		0.00%		-100.00%	7,296,805	36.39%	5,350,141	1.04%	5,295,185	36.55%	3,077,765	640.25%	523,838
13	Accrued Taxes		0.00%		-100.00%	8,362,122	227.97%	2,549,648	3158.96%	78,235	-96.44%	2,197,787	2106.97%	99,864
14	Accrued Interest		0.00%		-100.00%	611,745	-55.21%	1,365,851	-6.36%	1,458,572	0.13%	1,456,724	0.00%	1,456,725
15	Customer Deposits		0.00%		0.00%	0	-100.00%	65,560	899.39%	6,560	0.00%	6,560	-5.07%	6,910
16	Dividends Declared		0.00%		0.00%	0	0.00%	0	0.00%	0	0.00%	0	-100.00%	34,759
17	Other		0.00%		-100.00%	5,699,322	-5.42%	6,026,034	122.35%	2,710,112	14.30%	2,371,069	19.65%	1,981,037
18	Total Current and Accrued Liabilities	21,945,863	-65.46%	63,545,028	151.49%	25,267,051	8.21%	23,349,337	119.46%	10,639,501	-69.72%	27,083,143	44.43%	18,751,681
19	Deferred Credits													
20	Customer Advances	23,520,807	53.25%	15,348,389	-6.94%	16,492,638	0.27%	16,448,419	4.25%	15,777,400	26.15%	12,506,787	13.21%	11,047,335
21	Deferred Income Taxes	30,802,898	-6.90%	33,066,927	-9.92%	35,167,844	-3.10%	36,293,243	4.45%	34,747,208	6.70%	32,984,311	4.20%	31,251,269
22	Accumulated Deferred LTC	1,140,127	-9.02%	1,253,183	-3.80%	1,302,648	-1.90%	1,365,134	-6.54%	1,460,729	-6.14%	1,556,324	-5.20%	1,641,876
23	Other	19,470,447	-48.46%	29,316,000	50.84%	13,468,782	6.01%	12,705,279	113.60%	5,948,268	3.16%	5,766,184	11.73%	5,160,759
24	Total Deferred Credits	65,934,279	-5.81%	79,004,499	5.38%	66,432,012	-0.57%	66,12,075	15.33%	57,833,605	10.57%	52,393,805	6.71%	49,191,080
25	Contributions in Aid of Construction													
26	Contributions in Aid of Construction	47,225,049	28.39%	36,781,725	-7.67%	39,835,232	11.64%	35,681,810	10.73%	32,223,395	3.11%	31,252,684	7.26%	29,137,192
27	Total Liabilities	\$363,129,447	20.71%	\$309,822,537	4.55%	\$287,729,368	5.68%	\$272,518,865	9.16%	\$249,612,769	0.57%	\$248,185,192	5.99%	\$234,167,656