

KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2008-00427
PUBLIC SERVICE COMMISSION'S FIRST SET OF INFORMATION REQUESTS
ITEMS 1 – 33

Witness Responsible: Sheila Miller

22. a. Provide for each major functional plant property group or account in the format shown in Schedule 5:
- (1) Plant beginning balances; (2) Plant ending balances; (3) Gross additions occurring in the forecasted test period; (4) Retirements occurring in the forecasted test period; (5) Transfers for Kentucky-American occurring in the forecasted test period.
- b. Provide, for any account in which transfers regularly occur in the normal course of business, a general description of the nature of the transfers.

Response:

- a. Refer to Schedule B-2.3 of Exhibit 37 of the Company's filing.
For the electronic file refer to KAW_APP_EX37B_103108.pdf.
- b. There were no transfers.

For the electronic version of this document, refer to KAW_R_PSCDR1#22_111408.pdf.

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Witness Responsible: Michael Miller/Nick Rowe

23. Provide in the format shown in Schedule 6 for each property leased to the utility or improvement to leased property:
- (a) An identification or reference number; (b) A description of the property's type and use; (c) The name of the lessor; (d) The frequency of lease payments; (e) The amount of each lease payment; (f) The original value of the property, together with annual lease payments; (g) An explanation of the method that Kentucky-American uses to capitalize the lease payment.

Response:

Please see the attached.

For electronic version, refer to KAW_R_PSCDR1#23_111408.pdf.

Kentucky-American
Case No. 2008-00427
Leased Property
(Total Property)
As of November 7, 2008

Data: X Base Period Forecasted Period
Type of Filing: X Original Updated Revised
Workpaper Reference No(s): _____

Schedule 6
Page 1 of 4
Witness Responsible:
Mike Miller

Identification or Reference Number	Description of Type and Use of Property	Name of Lessor	Frequency of Payment	Amount of Lease Payment	Dollar* Value of Property Involved	Explain Method of Capitalization
5080499	Copier-Ky River Station	Imagistics	Monthly	\$258	\$7,075	Not Capitalized
5060335	Copier-Administration	Imagistics	Monthly	\$468	\$11,990	Not Capitalized
5080612	Copier-Richmond Road Station	Imagistics	Monthly	\$258	\$7,075	Not Capitalized
IR3320N	Copier-Customer Service	GE Capital	Monthly	\$249	\$7,000	Not Capitalized
3795460	Copier-Engineering	Citicorp Capital	Monthly	\$651	\$12,866	Not Capitalized
6091790	Postage Meter	Neopost	Monthly	\$201	\$3,000	Not Capitalized
N/A	Owenton Office	Town of Owenton	N/A	Cost of Utilities Janitorial Services And Insurance	\$150,000	Not Capitalized
COL14022	Pipeline Crossing	CSX	Five Year Fee	\$50	\$1,000	Not Capitalized

Kentucky-American
Case No. 2008-00427
Leased Property
(Total Property)
As of November 7, 2008

Data: X_Base Period__ Forecasted Period
Type of Filing: X_Original__ Updated__ Revised
Worksheet Reference No(s): _____

Schedule 6
Page 2 of 4
Witness Responsible:
Mike Miller

COL19937	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
COL26263	Pipeline Crossing	CSX	Annual	\$100	\$1,000	Not Capitalized
COL240532	Pipeline Crossing	CSX	Annual	\$50	\$1,000	Not Capitalized
CSX4036091	Pipeline Crossing	CSX	N/A	\$250	\$1,000	Not Capitalized
LNO028387	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
LNO035376	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
LNO040869	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
LNO042107	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
LNO043097	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
LNO49058	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
LNO057734	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
LNO057735	Pipeline Crossing	CSX	Annual	\$50	\$1,000	Not Capitalized
LNO057735	Pipeline Crossing	CSX	Annual	\$100	\$1,000	Not Capitalized

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Data: X_Base Period__ Forecasted Period
Type of Filing: X_Original__ Updated__ Revised
Worksheet Reference No(s): _____

Schedule 6
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Witness Responsible:
Mike Miller

LNO057736	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
LNO059376	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
LNO65583	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
SBD002789	Pipeline Crossing	CSX	Two Year	\$100	\$1,000	Not Capitalized
SBD09896	Pipeline Crossing	CSX	Annual	\$100	\$1,000	Not Capitalized
SBD80674-CJ	Pipeline Crossing	CSX	N/A	\$200	\$1,000	Not Capitalized
C-85443	Sadieville, KY	Norfolk Southern	Annual	\$150	\$1,000	Not Capitalized
C-70729	Lex Milepost 82	Norfolk-Southern	Annual	\$150	\$1,000	Not Capitalized
C-60418	Delaplain Milepost	Norfolk-Southern	Annual	\$100	\$1,000	Not Capitalized
C-60418-5177	Rogers Gap Milepost	Norfolk-Southern	Annual	\$150	\$1,000	Not Capitalized
C-70729-5178	DeRoode Street	Norfolk-Southern	Annual	\$150	\$1,000	Not Capitalized
C-60418	Cox Street	Norfolk-Southern	Annual	\$150	\$1,000	Not Capitalized
C-60418	Lex Milepost 81	Norfolk-Southern	Annual	\$150	\$1,000	Not Capitalized

Kentucky-American
Case No. 2007-00427
Leased Property
(Total Property)
As of November 7, 2008

Data: X_Base Period__ Forecasted Period
Type of Filing: X_Original__ Updated__ Revised
Worksheet Reference No(s): _____

Schedule 6
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Witness Responsible:
Mike Miller

C-7029-5118	DeRoode Street	Norfolk-Southern	Annual	\$150	\$1,000	Not Capitalized
C-60418	Cox Street	Norfolk-Southern	Annual	\$150	\$1,000	Not Capitalized
C-60418	Lex Milepost 81	Norfolk-Southern	Annual	\$150	\$1,000	Not Capitalized
C-60418	Delaplain Milepost	Norfolk-Southern	Annual	\$150	\$1,000	Not Capitalized
RJC065583	LEX YARD VAL ST 5110+89 WTR PLNE	Annual		\$50	\$1,000	Not Capitalized
RJCC028387	LEX YARD MP LOU 93-94 WTR PLNE	Annual		\$50	\$1,000	Not Capitalized
RJCC61872	8' WATER PIPELINE	Annual		\$25	\$1,000	Not Capitalized

COL-Chesapeake & Ohio Railroad
SBD-Seaboard Systems Railroad
LNO-Louisville & Nashville Railroad
RJC and RJCC are R.J. Corman Railroad Company – Central Kentucky Line

* If not available, an estimate should be furnished

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Witness Responsible: Sheila Miller

24. Provide in the format shown in Schedule 7 for each property held for future use: (a) A description of the property; (b) The date of its acquisition; (c) Its original cost; (d) Its accumulated depreciation; (e) Its expected in-service date; (f) Its expected use.

Response:

There was no future use property included in rate base. Please refer to Exhibit 37, Schedule B-2.6 of the Company's filing. For electronic version, refer to KAW_APP_EX37B_103108.pdf.

For electronic version of this document, refer to KAW_R_PSCDR1#24_111408.pdf.

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Witness Responsible: Sheila Miller

25. Provide the information in the format listed in Schedule 8 regarding Certain Deferred Credits, Accumulated Deferred Income Taxes, and Other Rate Base items included in the forecasted test-period rate base.

Response:

Please refer to Exhibit 37, Schedule B-6 of the Company's filing.

For the electronic version, refer to KAW_APP_EX37B_103108.pdf.

For the electronic version of this document, refer to KAW_R_PSCDR1#25_111408.pdf.

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Witness Responsible: Sheila Miller

26. Provide the following (original cost) monthly account balances and a calculation of the average (13-month) account balances for the total company and jurisdictional operations: (a) Plant in Service; (b) Plant Purchased or Sold; (c) Property Held for Future Use; (d) Construction Work in Progress ("CWIP"). (Separate this balance into CWIP eligible for capitalized interest and other CWIP.) (e) Completed Construction Not Classified; (f) Accumulated Depreciation and Amortization; (g) Plant Acquisition Adjustment; (h) Amortization of Utility Plant Acquisition Adjustment; (i) Materials and Supplies; (j) Balance in Accounts Payable Applicable to each account in (i) above. (If actual cannot be determined, give reasonable estimate.); (k) Unamortized Investment Tax Credit - Pre-Revenue Act of 1971; (l) Unamortized Investment Tax Credit - Revenue Act of 1971; (m) Accumulated Deferred Income Taxes; (n) Summary of Customer Deposits; (o) Computation and Development of Minimum Cash Requirements; (p) Balance in Accounts Payable Applicable to amounts included in utility plant in service. (If actual cannot be determined, give reasonable estimate.); (q) Balance in Accounts Payable Applicable to prepayments by major category or sub-account; (r) Balance in Accounts Payable Applicable to amounts included in plant under construction. (If actual cannot be determined, give reasonable estimate.); (s) All Current Assets and Current Liability Accounts not included above.

Response:

Refer to Schedule B-1 page 2 of 2 and Schedule B-8 pages 1 and 2 of Exhibit 37 of the Company's Application filing exhibits. For the electronic version refer to KAW_APP_EX37B_103108.pdf.

For the electronic version of this document, refer to KAW_R_PSCDR1#26_111408.pdf.

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Witness Responsible: Michael A. Miller

27. Provide a calculation of federal and state income tax expense, including a reconciliation of book to taxable income for the base period and the forecasted period in the format shown in Schedule 9.

Response:

Please refer to Schedule E-1 of Exhibit 37 of the Company's Application filing exhibits.
For the electronic file, refer to KAW_APP_EX37E_103108.pdf.

For the electronic version of this document, refer to KAW_R_PSCDR1#27_111408.pdf.