

**COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION**

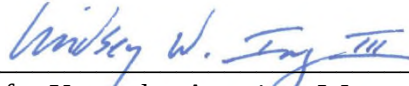
IN THE MATTER OF:)
)
THE VERIFIED JOINT APPLICATION OF)
BLACK MOUNTIAN UTILITY DISTRICT) **CASE NO. 2026-00097**
AND KENTUCKY-AMERICAN WATER COMPANY)
FOR THE TRANSFER OF CONTROL AND ASSETS)

**KENTUCKY-AMERICAN WATER
COMPANY'S ORDERING PARAGRAPH 8 FILING**

In accordance with Ordering Paragraph 8 of the Commission's July 10, 2026, Order in this matter, Kentucky-American Water Company ("KAWC") hereby provides the attached proposed journal entries to record the acquisition. There are two alternate sets of journal entries. KAWC has asked the Commission to rule on the appropriate set to be used in KAWC's pending base rate case (Case No. 2026-00094) as described beginning at page 17 of John Watkins' May 15, 2026 Direct Testimony in that case.

Date: October 29, 2026

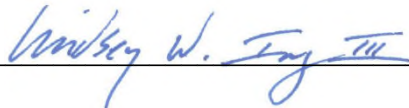
Lindsey W. Ingram III
L.Ingram@skofirm.com
Monica H. Braun
Monica.braun@skofirm.com
STOLL KEENON OGDEN PLLC
300 West Vine Street, Suite 2100
Lexington, Kentucky 40507-1801
Telephone: (859) 231-3000
Fax: (859) 259-3503

BY: 
Counsel for Kentucky-American Water Company

CERTIFICATE

This certifies that the electronic filing of this document is a true and accurate copy of the document in paper medium; that the electronic filing has been transmitted to the Commission on October 29, 2026; and that no party has been excused from participation by electronic means.

STOLL KEENON OGDEN PLLC

By 

Counsel for Kentucky-American Water Company

Kentucky American Water Company
Case No. 2026-00097
Black Mountain Accounting Journal Entries

Original Cost Accounting Per USOA:

Account	Description	Debit	Credit
131xxxxx	Cash		\$1,500,000
10400000	Utility Plant Purchased or Sold	1,500,000	
10400000	Utility Plant Purchased or Sold		1,500,000
301	Organizational Cost	1,597	
302	Franchise Fees	840	
303	Land	44,112	
304	Structures and Improvements	254,288	
307	Wells and Springs	10,508	
311	Pumping Equipment	1,460,856	
320	Water Treatment Equipment	141,978	
330	Distribution Reservoirs and Standpipes	2,263,361	
331	Mains	15,825,968	
334	Meters and Meter Installations	645,802	
340	Office Furniture and Equipment	71,087	
341	Transportation Equipment	191,419	
343	Tools, Shop and Garage Equipment	49,271	
345	Power Operated Equipment	83,172	
345	Communications Equipment	270,577	
10801000	Accum Depreciation - Utility Plant in Service		10,498,615
271	CIAC- Structures and Improvements		89,220
271	CIAC- Pumping Equipment		1,460,856
271	CIAC- Distribution Reservoirs and Standpipes		2,263,361
271	CIAC- Transmission and Distribution Mains		16,246,549
271	CIAC- Meters and Meter Installations		497,015
272	Accum Amortization- CIAC	9,583,061	
11410000	Utility Plant Acquisition Adjustment	1,657,719	
		<u>\$34,055,616</u>	<u>\$34,055,616</u>

Net Acquisition

Accounting Per GAAP:

Account	Account Name	Debit	Credit
131xxxxx	Cash		\$1,500,000
10400000	Utility Plant Purchased or Sold	1,500,000	
10400000	Utility Plant Purchased or Sold		1,500,000
301	Organizational Cost		
302	Franchise Fees		
303	Land		4,130
304	Structures and Improvements		14,569
307	Wells and Springs		
311	Pumping Equipment		48,525
320	Water Treatment Equipment		
330	Distribution Reservoirs and Standpipes		165,303
331	Mains		1,216,650
334	Meters and Meter Installations		50,329
340	Office Furniture and Equipment		
341	Transportation Equipment		
343	Tools, Shop and Garage Equipment		494
345	Power Operated Equipment		
345	Communications Equipment		
		<u>\$3,000,000</u>	<u>\$3,000,000</u>

Note: This is an estimate as of 10/29 for the final accounting as it is subject to change while a comprehensive asset list is still being determined.