

Pennsylvania-American Water Company & Borough of Royersford
Pro-forma Income Statement
for the 12 Months Ended December 31, 2019
(Dollars in thousands)

Appendix H

	PA American Water 12 Months Ended December 31, 2019 (Audited)	Borough of Royersford 12 Months Ended December 31, 2019 (Audited)	Combined Pro-Forma
Operating Revenues	\$ 689,129	\$ 860	\$ 689,989
Operating Expenses			
Operation and Maintenance	223,279	660	223,939
Depreciation and Amortization	136,169	184	136,353
General Taxes and Other	(440)	-	(440)
Total Operating Expenses	<u>359,008</u>	<u>844</u>	<u>359,852</u>
Operating Income	330,121	17	330,138
Other Income/(Expenses)			
Other Income/(Expense), Net	6,238	3	6,241
Interest Expense, Net	(78,675)	(50)	(78,725)
Total Other Expenses	<u>(72,437)</u>	<u>(47)</u>	<u>(72,484)</u>
Income Before Income Taxes	257,684	(30)	257,654
Provision for Income Taxes	70,938	-	70,938
Net Income	<u>\$ 186,746</u>	<u>\$ (30)</u>	<u>\$ 186,716</u>