

**Appendix K**

Pennsylvania-American Water Company  
Estimated Annual Revenues and Expenses of New Service Area  
Year 1  
(Dollars in thousands)

Operating Revenues [1]	\$	703
Operating Expenses		
Operation and Maintenance		362
Depreciation and Amortization		150
General Taxes and Other		15
Total Operating Expenses		<u>527</u>
Operating income		176
Other Income/(Expenses)		
Other Income/(Expense), Net		
Interest Expense, Net		(187)
Total Other Expenses		<u>(187)</u>
Income Before Income Taxes		(11)
Provision for Income Taxes		(3)
Net Income	\$	<u><u>(8)</u></u>

[1] Valley Township is a current PAWC bulk customer; bulk revenues are not reflected on this schedule.