

Appendix H

Pennsylvania-American Water Company & Towamencin
 Pro-forma Income Statement
 for the 12 Months Ended December 31, 2021 and December 31, 2022
 (Dollars in thousands)

| | PA American Water 12 Months Ended December 31, 2022 (Audited) | Towamencin MA 12 Months Ended December 31, 2021 (Audited) | Towamencin Township 12 Months Ended December 31, 2021 (Audited) | Combined Pro-Forma |
|-------------------------------|--|--|--|-----------------------|
| Operating Revenues | \$ 818,396 | \$ 5,409 | \$ - | \$ 823,805 |
| Operating Expenses | | | | |
| Operation and Maintenance | 268,935 | 4,255 | - | 273,190 |
| Depreciation and Amortization | 176,914 | 21 | - | 176,935 |
| General Taxes and Other | 16,036 | - | - | 16,036 |
| Total Operating Expenses | 461,885 | 4,276 | - | 466,161 |
| Operating Income | 356,511 | 1,134 | - | 357,645 |
| Other Income/(Expenses) | | | | |
| Other Income/(Expense), Net | 21,511 | (258) | - | 21,253 |
| Interest Expense, Net | (87,294) | (20) | 3 | (87,311) |
| Total Other Expenses | (65,783) | (279) | 3 | (66,059) |
| Income Before Income Taxes | 290,728 | 855 | 3 | 291,586 |
| Provision for Income Taxes | 54,260 | - | - | 54,260 |
| Net Income | <u>\$ 236,468</u> | <u>\$ 855</u> | <u>\$ 3</u> | <u>\$ 237,326</u> |

Note: The timing difference in restating Towamencin's financial statements to December 31, 2022 is assumed by PAWC to be immaterial.