

## Appendix K

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

Operating Revenues	\$	6,947
Operating Expenses		
Operation and Maintenance		2,966
Depreciation and Amortization		2,055
General Taxes and Other		161
Total Operating Expenses		<u>5,182</u>
Operating income		1,765
Other Income/(Expenses)		
Other Income/(Expense), Net		
Interest Expense, Net		(2,368)
Total Other Expenses		<u>(2,368)</u>
Income Before Income Taxes		(603)
Provision for Income Taxes		(115)
Net Income	\$	<u><u>(487)</u></u>