

**MISSOURI AMERICAN WATER COMPANY**  
**PRO FORMA BALANCE SHEET AT JUNE 30, 2011**  
(Dollars in Thousands)

<b><u>ASSETS</u></b>	<b><u>Missouri-American Water Company</u></b>	<b><u>Meramec Sewer Acquisition</u></b>	<b><u>Pro Forma Missouri-American Water Company</u></b>
<b><u>Utility Plant In Service:</u></b>			
Total Plant in Service	\$ 1,557,392	\$ 2,039	\$ 1,559,431
Construction Work in Progress	30,508	-	30,508
Utility Plant Acquisition Adjustment	8,503	-	8,503
Less: Depreciation Reserve	(351,079)	(423)	(351,502)
<b>Net Plant In Service</b>	<b>\$ 1,245,324</b>	<b>\$ 1,617</b>	<b>\$ 1,246,941</b>
<b><u>Non-Utility Property</u></b>	<b>\$ 15</b>	<b>-</b>	<b>\$ 15</b>
<b><u>Current Assets:</u></b>			
Cash and Cash Equivalents	\$ 681	\$ -	\$ 681
Customer Accounts Receivable	15,672	-	15,672
Allowance for Uncollectible Accounts	(840)	-	(840)
Unbilled Revenues	24,054	-	24,054
Miscellaneous Receivables	2,075	-	2,075
Materials and Supplies	4,359	-	4,359
Other	1,017	-	1,017
<b>Current Assets</b>	<b>\$ 47,018</b>	<b>\$ -</b>	<b>\$ 47,018</b>
<b><u>Deferred Debits:</u></b>			
Debt and Preferred Stock Expense	\$ 10,932	\$ -	\$ 10,932
Deferred Rate Case Proceedings	696	-	696
Regulatory Asset - Income Tax Recovery	22,668	-	22,668
Other Deferred Debits	12,905	-	12,905
<b>Deferred Debits</b>	<b>\$ 47,201</b>	<b>\$ -</b>	<b>\$ 47,201</b>
<b><u>Other Investments and Long-Term Assets</u></b>	<b>\$ 91</b>	<b>\$ -</b>	<b>\$ 91</b>
<b>Total Assets</b>	<b>\$ 1,339,649</b>	<b>\$ 1,617</b>	<b>\$ 1,341,266</b>
<b><u>LIABILITIES AND CAPITALIZATION</u></b>			
<b><u>Company Capitalization:</u></b>			
Common Stock Equity, Net	\$ 427,721	\$ 34	\$ 427,755
Long-term Debt (including current maturities)	411,610	-	411,610
<b>Company Capitalization</b>	<b>\$ 839,331</b>	<b>\$ 34</b>	<b>\$ 839,365</b>
<b><u>Current Liabilities:</u></b>			
Short-term Debt	\$ 17,881	\$ 540	\$ 18,421
Accounts Payable	10,873	21	10,894
Accrued Taxes	11,050	-	11,050
Accrued Interest	4,891	-	4,891
Customer Deposits	13,324	-	13,324
<b>Current Liabilities</b>	<b>\$ 58,019</b>	<b>\$ 561</b>	<b>\$ 58,580</b>
<b><u>Deferred Credits:</u></b>			
Customer Advances for Construction	\$ 62,378	\$ 1,022	\$ 63,400
Deferred Income Taxes	154,613	-	154,613
Deferred Investment Tax Credits	3,647	-	3,647
Regulatory Liabilities	33,648	-	33,648
Other	3,066	-	3,066
<b>Deferred Credits</b>	<b>\$ 257,352</b>	<b>\$ 1,022</b>	<b>\$ 258,374</b>
<b>Contributions in Aid of Construction</b>	<b>\$ 184,945</b>	<b>\$ -</b>	<b>\$ 184,945</b>
<b>Total Capitalization and Liabilities</b>	<b>\$ 1,339,647</b>	<b>\$ 1,617</b>	<b>\$ 1,341,264</b>

**MISSOURI AMERICAN WATER COMPANY**  
**PRO FORMA INCOME STATEMENT FOR TWELVE MONTHS ENDED JUNE 30, 2011**  
(Dollars in Thousands)

	<b>Missouri-American Water Company</b>	<b>Meramec SewerAcquisition</b>	<b>Pro Forma Missouri-American Water Company</b>
<b><u>Operating Revenues</u></b>	<u>\$ 235,701</u>	<u>\$ 193</u>	<u>\$ 235,895</u>
<b><u>Operating Expenses:</u></b>			
Operating and Maintenance Expenses	\$ 129,600	\$ 282	\$ 129,882
Depreciation and Amortization Expenses	23,357	27	23,384
Taxes, Other than Income Taxes	17,915	30	17,944
<b>Operating Expenses</b>	<u>\$ 170,871</u>	<u>\$ 339</u>	<u>\$ 171,210</u>
<b>Net Operating Income</b>	<u>\$ 64,830</u>	<u>\$ (146)</u>	<u>\$ 64,685</u>
<b><u>Other Income and Deductions:</u></b>			
Interest Income	\$ (26)	\$ -	\$ (26)
Interest on Long-Term Debt	24,915	-	24,915
Amortization of Debt Discount/Premium, net	638	-	638
Interest on Short-Term Debt	21	5	26
AFUDC - Equity Component	(1,038)	-	(1,038)
AFUDC - Debt Component	(385)	-	(385)
Miscellaneous Income	(1,320)	(52)	(1,373)
Miscellaneous Amortization	100	-	100
Miscellaneous Other Deductions	185	-	185
<b>Total Other Income and Deductions</b>	<u>\$ 23,090</u>	<u>\$ (47)</u>	<u>\$ 23,044</u>
<b>Income (Loss) Before Income Taxes</b>	\$ 41,740	\$ (99)	\$ 41,641
<b>State Income Taxes</b>	2,572	(5)	2,566
<b>Federal Income Taxes</b>	13,974	(33)	13,941
<b>Net Income</b>	<u><u>\$ 25,194</u></u>	<u><u>\$ (61)</u></u>	<u><u>\$ 25,134</u></u>