

ALLEGHENY GENERATING COMPANY
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

ALLEGHENY GENERATING COMPANY
STATEMENTS OF INCOME
(UNAUDITED)

<i>(In thousands)</i>	For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
	2023	2022	2023	2022
REVENUES	\$ 5,513	\$ 6,922	\$ 17,358	\$ 19,103
OPERATING EXPENSES:				
Other operating expenses	1,633	1,518	5,700	5,388
Provision for depreciation	1,314	1,310	3,934	3,931
General taxes	290	327	868	982
Total operating expenses	3,237	3,155	10,502	10,301
OPERATING INCOME	2,276	3,767	6,856	8,802
OTHER INCOME (EXPENSE):				
Miscellaneous income, net	236	3	1,009	10
Interest expense	(663)	(1,475)	(2,025)	(2,626)
Total other expense	(427)	(1,472)	(1,016)	(2,616)
INCOME BEFORE INCOME TAXES (BENEFITS)	1,849	2,295	5,840	6,186
INCOME TAXES (BENEFITS)	21	(263)	71	(244)
NET INCOME	\$ 1,828	\$ 2,558	\$ 5,769	\$ 6,430

ALLEGHENY GENERATING COMPANY
BALANCE SHEETS
(UNAUDITED)

<i>(In thousands, except share amounts)</i>	September 30, 2023	December 31, 2022
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 21,000	\$ 20,000
Receivables-		
Affiliated companies	3,279	3,907
Other	246	18
Materials and supplies, at average cost	1,743	1,572
Prepaid taxes and other	624	752
	<u>26,892</u>	<u>26,249</u>
PROPERTY, PLANT AND EQUIPMENT:		
In service	203,762	203,139
Less — Accumulated provision for depreciation	60,766	57,150
	<u>142,996</u>	<u>145,989</u>
Construction work in progress	2,661	2,394
	<u>145,657</u>	<u>148,383</u>
TOTAL ASSETS	<u><u>\$ 172,549</u></u>	<u><u>\$ 174,632</u></u>
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable-		
Affiliated companies	\$ 3,049	\$ 1,952
Other	542	752
Short-term borrowings - affiliated companies	213	3,846
Accrued taxes	531	77
Accrued interest	754	114
Other	—	97
	<u>5,089</u>	<u>6,838</u>
NONCURRENT LIABILITIES:		
Long-term debt and other long-term obligations	49,786	49,757
Accumulated deferred income taxes, net	17,312	18,136
Accumulated deferred investment tax credits	13,843	14,833
Regulatory liabilities	34,283	34,602
Other	14	13
	<u>115,238</u>	<u>117,341</u>
TOTAL LIABILITIES	<u>120,327</u>	<u>124,179</u>
EQUITY:		
Common stockholder's equity-		
Common stock, \$1 par value, 5,000 shares authorized - 451 shares outstanding	1	1
Other paid-in capital	43,241	43,241
Retained earnings	8,980	7,211
TOTAL EQUITY	<u>52,222</u>	<u>50,453</u>
TOTAL LIABILITIES AND EQUITY	<u><u>\$ 172,549</u></u>	<u><u>\$ 174,632</u></u>

ALLEGHENY GENERATING COMPANY
STATEMENTS OF CASH FLOWS
(UNAUDITED)

<i>(In thousands)</i>	For the Nine Months Ended September 30,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	\$ 5,769	\$ 6,430
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	4,473	4,691
Deferred income taxes and investment tax credits, net	(2,672)	(2,459)
Changes in current assets and liabilities-		
Receivables	400	132
Materials and supplies	(171)	(150)
Prepaid taxes and other current assets	128	41
Accounts payable	887	66
Accrued taxes	454	540
Accrued interest	640	1,454
Other current liabilities	(97)	(88)
Other	29	29
Net cash provided from operating activities	9,840	10,686
CASH FLOWS FROM INVESTING ACTIVITIES:		
Capital investments	(1,207)	(461)
Net cash used for investing activities	(1,207)	(461)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Redemptions and repayments-		
Short-term borrowings - affiliated companies, net	(3,633)	(1,225)
Common stock dividend payments	(4,000)	(4,000)
Net cash used for financing activities	(7,633)	(5,225)
Net change in cash, cash equivalents, and restricted cash	1,000	5,000
Cash, cash equivalents, and restricted cash at beginning of period	20,000	15,000
Cash, cash equivalents, and restricted cash at end of period	\$ 21,000	\$ 20,000