

ALLEGHENY GENERATING COMPANY
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2023 AND 2022

ALLEGHENY GENERATING COMPANY
STATEMENTS OF INCOME
(UNAUDITED)

<i>(In thousands)</i>	For the Three Months Ended March 31,	
	2023	2022
REVENUES	\$ 5,936	\$ 6,379
OPERATING EXPENSES:		
Other operating expenses	2,034	2,264
Provision for depreciation	1,310	1,311
General taxes	289	327
Total operating expenses	3,633	3,902
OPERATING INCOME	2,303	2,477
OTHER INCOME (EXPENSE):		
Miscellaneous income, net	487	3
Interest expense	(678)	(571)
Total other expense	(191)	(568)
INCOME BEFORE INCOME TAXES (BENEFITS)	2,112	1,909
INCOME TAXES (BENEFITS)	64	(2)
NET INCOME	<u>\$ 2,048</u>	<u>\$ 1,911</u>

ALLEGHENY GENERATING COMPANY
BALANCE SHEETS
(UNAUDITED)

<i>(In thousands, except share amounts)</i>	March 31, 2023	December 31, 2022
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 20,000	\$ 20,000
Receivables-		
Affiliated companies	4,169	3,907
Other	460	18
Materials and supplies, at average cost	1,633	1,572
Prepaid taxes and other	679	752
	<u>26,941</u>	<u>26,249</u>
PROPERTY, PLANT AND EQUIPMENT:		
In service	203,139	203,139
Less — Accumulated provision for depreciation	58,460	57,150
	<u>144,679</u>	<u>145,989</u>
Construction work in progress	2,587	2,394
	<u>147,266</u>	<u>148,383</u>
TOTAL ASSETS	<u><u>\$ 174,207</u></u>	<u><u>\$ 174,632</u></u>
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable-		
Affiliated companies	\$ 2,599	\$ 1,952
Other	802	752
Short-term borrowings - affiliated companies	1,359	3,846
Accrued taxes	1,708	77
Accrued interest	754	114
Other	194	97
	<u>7,416</u>	<u>6,838</u>
NONCURRENT LIABILITIES:		
Long-term debt and other long-term obligations	49,767	49,757
Accumulated deferred income taxes, net	17,504	18,136
Accumulated deferred investment tax credits	14,503	14,833
Regulatory liabilities	34,503	34,602
Other	13	13
	<u>116,290</u>	<u>117,341</u>
TOTAL LIABILITIES	<u>123,706</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	7,259	7,211
TOTAL EQUITY	<u>50,501</u>	<u>50,453</u>
TOTAL LIABILITIES AND EQUITY	<u><u>\$ 174,207</u></u>	<u><u>\$ 174,632</u></u>

ALLEGHENY GENERATING COMPANY
STATEMENTS OF CASH FLOWS
(UNAUDITED)

<i>(In thousands)</i>	For the Three Months Ended March 31,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	\$ 2,048	\$ 1,911
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	1,535	1,617
Deferred income taxes and investment tax credits, net	(1,286)	(763)
Changes in current assets and liabilities-		
Receivables	(704)	(296)
Materials and supplies	(61)	(140)
Prepaid taxes and other current assets	73	(13)
Accounts payable	697	(646)
Accrued taxes	1,631	1,074
Accrued interest	640	559
Other current liabilities	97	105
Other	10	9
Net cash provided from operating activities	4,680	3,417
CASH FLOWS FROM INVESTING ACTIVITIES:		
Capital investments	(193)	(93)
Net cash used for investing activities	(193)	(93)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Redemptions and repayments-		
Short-term borrowings - affiliated companies, net	(2,487)	(3,324)
Common stock dividend payments	(2,000)	—
Net cash used for financing activities	(4,487)	(3,324)
Net change in cash, cash equivalents, and restricted cash	—	—
Cash, cash equivalents, and restricted cash at beginning of period	20,000	15,000
Cash, cash equivalents, and restricted cash at end of period	\$ 20,000	\$ 15,000