

TD 224
A1A5

American Water Works and Electric Company, Incorporated

Sch. of B

CONSOLIDATED INCOME ACCOUNT OF COMPANY AND SUBSIDIARIES†

	Six Months Ended June 30		Twelve Months Ended June 30	
	1941	1940	1941	1940
Gross earnings	\$30,908,180.75	\$28,682,285.26	\$60,772,395.01	\$56,869,885.80
Operating expenses and maintenance.....	\$12,289,363.40	\$11,580,795.70	\$23,999,745.53	\$22,984,300.91
Taxes—Federal normal income.....	2,432,052.00	1,376,792.00	4,636,224.17	2,448,054.76
Federal excess profits.....	370,440.00	—	918,895.00	—
Other	3,286,404.93	3,078,096.33	6,356,800.62	6,013,789.58
Provision for depreciation, retirements and depletion....	2,665,677.89	2,492,003.47	5,133,133.50	4,865,751.47
Amortization of electric plant adjustments, etc.	463,382.19	476,750.00	914,643.31	997,950.00
Total expenses	\$21,507,320.41	\$19,004,437.50	\$41,959,442.13	\$37,309,846.72
Gross income	\$ 9,400,860.34	\$ 9,677,847.76	\$18,812,952.88	\$19,560,039.08
Less:				
Interest, amortization of debt discount and premium (net), etc., of subsidiaries.....	\$ 4,236,032.26	\$ 4,339,520.98	\$ 8,554,988.71	\$ 8,703,365.87
Preferred dividends of subsidiaries.....	2,630,370.43	2,592,561.40	5,241,785.69	5,222,755.93
Minority interest of subsidiaries.....	159,891.11	73,068.03	293,512.78	73,316.53
Total	\$ 7,026,293.80	\$ 7,005,150.41	\$14,090,287.18	\$13,999,438.33
Balance	\$ 2,374,566.54	\$ 2,672,697.35	\$ 4,722,665.70	\$ 5,560,600.75
Interest, amortization of debt discount, etc., of American Water Works and Electric Company, Incorporated....	484,200.18	489,110.16	965,828.26	969,648.48
Net income	\$ 1,890,366.36	\$ 2,183,587.19	\$ 3,756,837.44	\$ 4,590,952.27
Preferred dividends	600,000.00	600,000.00	1,200,000.00	1,200,000.00
Balance for common stock and surplus.....	\$ 1,290,366.36	\$ 1,583,587.19	\$ 2,556,837.44	\$ 3,390,952.27
Per share on 2,343,105 shares outstanding (excluding shares held in system).....			\$ 1.09	\$ 1.45

†The consolidated income accounts of the Company and its subsidiaries for the six months and twelve months ended June 30, 1941 are not comparable with the similar periods for 1940 principally because provision was not made in the six months ended June 30, 1940 in respect of excess profits and increased normal income taxes imposed by laws, retroactive to the first of the year, passed in June and October, 1940, and additional provision is made in the first six months of 1941 for further tax increases which are anticipated.

INCOME ACCOUNT OF COMPANY ALONE

	Six Months Ended June 30		Twelve Months Ended June 30	
	1941	1940	1941	1940
Earnings—dividends, interest, etc.	\$ 2,149,414.60	\$ 2,144,938.15	\$ 4,664,376.67	\$ 4,833,178.59
Expenses	806,460.53	815,414.90	1,511,441.86	1,502,239.16
Net earnings	\$ 1,342,954.07	\$ 1,329,523.25	\$ 3,152,934.81	\$ 3,330,939.43
Interest, amortization of debt discount, etc.	484,200.18	489,110.16	965,828.26	969,648.48
Net income	\$ 858,753.89	\$ 840,413.09	\$ 2,187,106.55	\$ 2,361,290.95
Preferred dividends	600,000.00	600,000.00	1,200,000.00	1,200,000.00
Balance for common stock and surplus.....	\$ 258,753.89	\$ 240,413.09	\$ 987,106.55	\$ 1,161,290.95
Per share on 2,343,105 shares outstanding (excluding shares held in system).....			\$ 0.42	\$ 0.50

This interim statement contains certain figures which are subject to audit. It is issued for informative purposes only and not in connection with any sale or offer to sell or solicitation of an offer to buy any securities.

77-0-111