

**Application of Pennsylvania-American Water Company for Acquisition of
the Water Assets of the Steelton Borough Authority
66 Pa. C.S. § 1329
Application Filing Checklist – Water/Wastewater
Docket No. A-2019-_____**

19. Cost of Service.

- e. State whether the seller has any outstanding loans on the utility plant and identify the nature, terms, and payment history.

RESPONSE:

- e. The Authority has approximately \$11.768 million in debt as of the end of 2017; all of which is associated with the System. This information is found at Note 4 on pages 10-12 of the “Notes to Financial Statements – Modified Cash Basis December 31, 2017” of the Authority’s 2017-audited financial statement, which provides details of its outstanding debt and related debt service obligations. A copy of the audited financial statements provided by the Authority is enclosed at **Appendix 19-a**. This is the most current information from the Authority that is available.