## EXHIBIT F63

## AGREEMENT, DATED JUNE 15, 2006, BY AND AMONG CITY OF PHILADELPHIA AND DELCORA



July 14, 2006

Mr. Joseph L. Salvucci, Executive Director DELCORA 100 E. Fifth Street P. O. Box 999 Chester, PA 19016-0999

Dear Mr. Salvucci:

Enclosed is a fully executed copy of our "extension" agreement. We thank you for reaching this understanding and look forward to moving forward to the negotiation of a mutually beneficial new wastewater agreement.

Vacations have caused a slight delay in the development of the new agreement; however the draft is in its final stages and we expect to forward it to you next week.

If you have any questions, please feel free to contact at 215-685-6167.

Sincerely,

James Palladino Senior Rates Manager

cc: B. Brunwasser

J. Clare

J. Barry Davis Keith Jones The ARAMARK Tower 1101 Market Street Philadelphia, PA 19107-2994

BERNARD BRUNWASSER

Commissioner

JUL 1 7 2006 [1]

F. Charley, P. Mc Nichols

## AGREEMENT

This Agreement is made the 15 day of June 2006, (the "Effective Date") by and between the City of Philadelphia, acting through its Water Department (the "City") and the Delaware County Regional Water Quality Control Authority ("DELCORA")(Collectively the "Parties").

WHEREAS, the Parties entered into a wastewater service agreement dated March 15, 1974 (the "Agreement"); and

WHEREAS, the Parties amended the Agreement, effective May 1, 1995 (the "Amended Agreement"); and

WHEREAS, the City gave DELCORA notice on November 21, 2005, that the Amended Agreement will terminate on November 25, 2010; and

WHEREAS, the Parties are negotiating a new agreement, and DELCORA has requested a withdrawal of the termination date; and

WHEREAS, the City has agreed to extend the termination date of the Amended Agreement for a period of six months;

**NOW THEREFORE**, intending to be legally bound and in consideration of the mutual covenants contained herein, the Parties agree as follows:

- I. Unless terminated at an earlier date by mutual consent of the Parties, the Amended Agreement shall terminate on July 25, 2011.
- II. DELCORA shall make quarterly payments of Rehabilitation, Replacement, and Renewal ("RRR") charges of \$433,333.00 until the amount of capital costs due to the City is finalized, at which time any necessary adjustments will be made to DELCORA's account.
- III. The date of reconciliation for the above-mentioned RRR charges shall be December 31, 2005.

**IN WITNESS WHEREOF**, the Parties hereto have caused this Agreement to be duly executed as of the date first above written.

## THE CITY OF PHILADELPHIA

Approved as to Form:  Kuth J. Jones  Keith J. Jones  Acting Divisional Deputy City Solicitor	Dernaud Khumwam-Bernard Brunwasser Water Commissioner
	DELCORA  By Joseph L. Salvucci  Title Executive Director
	Attest John J. Rleggy