#### **COMMONWEALTH OF PENNSYLVANIA**



PATRICK M. CICERO Consumer Advocate

OFFICE OF CONSUMER ADVOCATE 555 Walnut Street, 5th Floor, Forum Place Harrisburg, Pennsylvania 17101-1923 (717) 783-5048 (800) 684-6560

September 7, 2023

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building 400 North Street Harrisburg, PA 17120

Re: Pennsylvania Public Utility Commission

v.

Columbia Water Company Docket No. R-2023-3040258

#### Dear Secretary Chiavetta:

Enclosed please find the Office of Consumer Advocate's Errata in this matter. The Errata makes corrections to evidence already admitted into the record during evidentiary hearings and filed with the Public Utility Commission on September 1, 2023. The Errata addresses the Surrebuttal Testimony of Jerome D. Mierzwa, OCA Statement 3SR, and OCA Schedules JDM-1 Surrebuttal and JDM-2 Surrebuttal.

On September 7, 2023, Administrative Law Judges Mary D. Long and Charece Z. Collins issued an Interim Order, which admitted the OCA's Errata into the record of this proceeding.

Copies have been emailed to the parties listed on the enclosed Certificate of Service.

Respectfully submitted,

/s/ Barrett C. Sheridan
Barrett C. Sheridan
Assistant Consumer Advocate
PA Attorney I.D. # 61138
BSheridan@paoca.org

#### **Enclosures:**

cc: Administrative Law Judge Mary D. Long (email only)

Administrative Law Judge Charece Z. Collins (email only)

Nicholas Miskanic (email only: <a href="mailto:nmiskanic@pa.gov">nmiskanic@pa.gov</a>)

Paul Zander (email only: pzander@pa.gov)

James Kennedy (email only: jameskenne@pa.gov)

Matt Lapes (email only: mlapes@pa.gov)
Marc Hoffer (email only: mhoffer@pa.gov)
Vanessa Johns (email only: vanjohns@pa.gov)

Certificate of Service

4877-1350-9246

#### CERTIFICATE OF SERVICE

Pennsylvania Public Utility Commission :

v. : Docket No. R-2023-3040258

Columbia Water Company :

I hereby certify that I have this day served a true copy of the following document, the Office of Consumer Advocate's Errata to the Surrebuttal Testimony and Schedules of Jerome D. Mierzwa, OCA Statement 3SR, and OCA Schedules JDM-1 Surrebuttal and JDM-2 Surrebuttal, upon parties of record in this proceeding in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by a participant), in the manner and upon the persons listed below. This document was filed electronically on the Commission's electronic filing system.

Dated this 7<sup>th</sup> day of September 2023.

#### **SERVICE BY E-MAIL ONLY**

Carrie B. Wright, Esquire
Bureau of Investigation & Enforcement
Pennsylvania Public Utility Commission
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/s/ Barrett C. Sheridan

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Office of Consumer Advocate

555 Walnut Street 5<sup>th</sup> Floor, Forum Place Harrisburg, PA 17101-1923

717-783-5048

Dated: September 7, 2023

### BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission :

Docket Nos. R-2023-3040258

v. :

C-2023-3040567 C-2023-3040746

Columbia Water Company

EDDATA TO

## ERRATA TO OFFICE OF CONSUMER ADVOCATE TESTIMONY AND SCHEDULES

The Office of Consumer Advocate respectfully submits these errata to evidence already admitted into the record in this matter by Administrative Law Judges Mary D. Long and Charece Z. Collins during the evidentiary hearing on August 28, 2023 (Tr. 70, ln. 13-15) and filed with the Public Utility Commission on September 1, 2023. Specifically, the errata pertain to pages 4 and 5 of the Surrebuttal Testimony of Jerome D. Mierzwa, OCA Statement 3SR, and OCA Schedules JDM-1 Surrebuttal and JDM-2 Surrebuttal.

The corrected pages are attached hereto. The changes on each page are reflected in bold print in the Testimony and highlighted in the Schedules. A verification of the errata by the sponsoring witness is attached.

On September 7, 2023, the Presiding Officers issued an Interim Order, which admitted the OCA's errata into the record of this proceeding.

<sup>1</sup> Pursuant to the Interim Order on Briefs and Closing of the Record issued on August 30, 2023, the record in this matter remains open and, absent a further order, will close on September 22, 2023.

1

WHEREFORE, the Office of Consumer Advocate respectfully requests that the Commission, Presiding Officers, and the parties to this proceeding note the attached errata to the OCA Statement 3SR and Schedules JDM-1 Surrebuttal and JDM-2 Surrebuttal.

Respectfully Submitted,

/s/ Erin L. Gannon

Erin L. Gannon
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Barrett C. Sheridan Assistant Consumer Advocate PA Attorney I.D. # 61138 BSheridan@paoca.org

Counsel for: Patrick M. Cicero Consumer Advocate

Office of Consumer Advocate 555 Walnut Street 5th Floor, Forum Place Harrisburg, PA 17101-1923 717-783-5048

Dated: September 7, 2023

#### OCA STATEMENT 3SR \*Errata filed 9-7-2023

#### **BEFORE THE**

#### PENNSYLVANIA PUBLIC UTILITY COMMISSION

PENNSYLVANIA PUBLIC UTILITY COMMISSION	)
v.	) DOCKET NO. R-2023-3040258
	)
COLUMBIA WATER COMPANY	

## SURREBUTTAL TESTIMONY OF JEROME D. MIERZWA

## ON BEHALF OF THE PENNSYLVANIA OFFICE OF CONSUMER ADVOCATE

**AUGUST 22, 2023** 

ASSOCIATES, INC.
10480 Little Patuxent Parkway
Suite 300
Columbia, Maryland 21044

1		accepted Mr. Kalcic's proposal and adjusted my customer charge calculations
2		presented in my direct testimony to reflect Mr. Kalcic's proposal.
3	Q.	ARE YOU FURTHER REVISING THE CUSTOMER CHARGE
4		CALCULATIONS PRESENTED IN YOUR REBUTTAL TESTIMONY?
5	A.	Yes. The calculations present in my rebuttal testimony inadvertently excluded Public
6		Fire direct hydrant costs that should have been included in the customer charge
7		calculations. The customer charges calculated under my primary recommendation were
8		presented on Schedule JDM-1 Revised in my rebuttal testimony. For a Residential
9		customer with a 5/8-inch meter the calculated charge was \$12.06. As shown on
10		Schedule JDM-1 Surrebuttal, inclusive of Public Fire direct hydrant costs, the charge
11		is \$12.45. The customer charges calculated under my alternative recommendation were
12		presented on Schedule JDM-2 Revised. For a Residential customer with a 5/8-inch
13		meter the calculated charge was \$13.25. As shown on Schedule JDM-2 Surrebuttal,
14		inclusive of Public Fire direct hydrant costs, the charge is \$13.56. These recommended
15		customer charges should be reduced to reflect the revenue requirement increase
16		authorized by the Commission in this proceeding as discussed later in my surrebuttal
17		testimony.
18	Q.	HOW DO THE CUSTOMER CHARGES PRESENTED IN YOUR
19		SURREBUTTAL TESTIMONY COMPARE TO THE CUSTOMER
20		CHARGES PROPOSED BY CWC IN ITS REBUTTAL TESTIMONY?
21	A.	A comparison of CWC's proposed customer charges for a customer with at 5/8-inch
22		meter and my revised customer charge recommendations at CWC rebuttal revenue
23		requirement presented compare as follows:

CWC Proposed
Monthly Customer Charge

Rate District	Current	Proposed	\$ Increase	% Increase
Columbia	\$10.31	\$13.88	\$3.57	34.6%
Marietta	\$8.20	\$13.88	\$5.68	69.3%

#### OCA Recommended Monthly Customer Charge

Rate District	Current	OCA	\$ Increase	% Increase
Columbia	\$10.31	\$12.45	\$2.14	20.8%
Marietta	\$8.20	\$12.45	\$4.25	51.8%

#### OCA Alternative Monthly Customer Charge

Rate District	Current	Adjusted	\$ Increase	% Increase
Columbia	\$10.31	\$13.56	\$3.25	31.5%
Marietta	\$8.20	\$13.56	<b>\$5.36</b>	65.4%

1

2

#### **III. OFFICE OF SMALL BUSINESS ADVOCATE**

3 Witness: Brian Kalcic

- Q. WHAT DID MR. KALCIC RECOMMEND IN HIS DIRECT TESTIMONY
   CONCERNING THE COMPANY'S ALLOCATION OF ITS REQUESTED
   REVENUE INCREASE?
- A. In his direct testimony, Mr. Kalcic claimed that the Company's method of assigning revenue responsibility to customer class was arbitrary and without cost foundation.

  Therefore, he recommended that each customer class be assigned a uniform percentage
- 10 rate increase.

#### **BEFORE THE**

#### PENNSYLVANIA PUBLIC UTILITY COMMISSION

PENNSYLVANIA PUBLIC UTILITY COMMISSION	)
v.	) DOCKET NO. R-2023-3040258
COLUMBIA WATER COMPANY	)

# SCHEDULES ACCOMPANYING THE SURREBUTTAL TESTIMONY OF JEROME D. MIERZWA

ON BEHALF OF THE
PENNSYLVANIA OFFICE OF CONSUMER ADVOCATE

#### **CALCULATION OF CUSTOMER CHARGES**

#### **BILLING CHARGE**

Billing Cost	\$220,507	
=	=	\$1.740 per billing
No. of Billings	126,789	

#### METER/SERVICE CHARGE

Meter/Service Cost	\$844,144	
=	=	\$65.562 per equivalent per year
No. of Equivs.	12,875.5	

#### **PORTION OF FIXED COSTS**

Reallocation of Public Fire Protection	\$810,451	
=	=	\$62.945 per equivalent per year
No. of Equivs.	12,875.5	

#### **COST OF SERVICE METER CHARGES**

<u>Monthly</u>	Billing Charge	Meter Charge	Water Charge	Fire Protection	Total Charge
5/8"	\$1.740	\$5.46	\$0.000	\$5.25	\$12.45
3/4"	\$1.740	\$8.20	\$0.000	\$7.87	\$17.80
1"	\$1.740	\$13.66	\$0.000	\$13.11	\$28.51
1 1/2"	\$1.740	\$27.32	\$0.000	\$26.23	\$55.28
2"	\$1.740	\$43.71	\$0.000	\$41.96	\$87.41
3"	\$1.740	\$87.42	\$0.000	\$83.93	\$173.08
4"	\$1.740	\$136.59	\$0.000	\$131.14	\$269.46
6"	\$1.740	\$273.18	\$0.000	\$262.27	\$537.19
8"	\$1.740	\$437.08	\$0.000	\$419.63	\$858.46
10"	\$1.740	\$628.30	\$0.000	\$603.225	\$1,233.27
12"	\$1.740	\$1,174.65	\$0.000	\$1,127.77	\$2,304.16

#### **CALCULATION OF CUSTOMER CHARGES**

#### **BILLING CHARGE**

	\$290,478	Billing Cost
\$2.290 per billing	=	=
	126,789	No. of Billings

#### METER/SERVICE CHARGE

Meter/Service Cost	\$931,542	
=	=	\$72.350 per equivalent per year
No. of Equivs.	12,875.5	

#### **PORTION OF FIXED COSTS**

	\$810,451	Reallocation of Public Fire Protection	
\$62.945 per equivalent per year	=	=	
	12,875.5	No. of Equivs.	

#### **COST OF SERVICE METER CHARGES**

<u>Monthly</u>	Billing Charge	Meter Charge	Water Charge	Fire Protection	Total Charge
5/8"	\$2.290	\$6.03	\$0.000	\$5.25	\$13.56
3/4"	\$2.290	\$9.04	\$0.000	\$7.87	\$19.20
1"	\$2.290	\$15.07	\$0.000	\$13.11	\$30.48
1 1/2"	\$2.290	\$30.15	\$0.000	\$26.23	\$58.66
2"	\$2.290	\$48.23	\$0.000	\$41.96	\$92.49
3"	\$2.290	\$96.47	\$0.000	\$83.93	\$182.68
4"	\$2.290	\$150.73	\$0.000	\$131.14	\$284.15
6"	\$2.290	\$301.46	\$0.000	\$262.27	\$566.02
8"	\$2.290	\$482.33	\$0.000	\$419.63	\$904.26
10"	\$2.290	\$693.35	\$0.000	\$603.225	\$1,298.87
12"	\$2.290	\$1,296.27	\$0.000	\$1,127.77	\$2,426.33

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission

· :

Docket No. R-2023-3040258

Columbia Water Company

**VERIFICATION** 

I, Jerome D. Mierzwa, hereby state that the facts set forth in the Errata to my Surrebuttal

Testimony, OCA Statement 3SR, are true and correct (or are true and correct to the best of my

knowledge, information, and belief) and that I expect to be able to prove the same at a hearing

held in this matter. I understand that the statements herein are made subject to the penalties of

18 Pa. C.S. § 4904 (relating to unsworn falsification to authorities).

DATED: September 6, 2023 Signature: /s/ Jerome D. Mierzwa

Jerome D. Mierzwa

Consultant Address: Exeter Associates, Inc.

10480 Little Patuxent Parkway

Suite 300

Columbia, MD 21044-3575

4880-2116-8505