



Veolia Energy Philadelphia, Incorporated
2600 Christian Street
Philadelphia, PA 19146
T: 215-875-6900
F: 215-875-6910

March 31, 2015

VIA FED EX

RECEIVED

MAR 26 2015

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

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

Re: Veolia Energy Philadelphia, Inc., A-130375
Supplement No. 19 to Tariff Heating and Cooling- Pa.P.U.C. No. 4

Dear Secretary Chiavetta:

I enclose for filing an original and ten (10) copies of Supplement No. 19 to Tariff Heat and Cooling-Pa. P.U.C. No. 4 of Veolia Energy Philadelphia, Inc. seeking to implement effective April 8, 2019 a change in the State Tax Adjustment Surcharge. Also enclosed are an original and ten (10) copies of the recomputation sheets in support thereof.

Customers will be apprised of the change and recomputation of the State Tax Adjustment Surcharge by a billing stuffer included with their April bills in the form attached as Exhibit "A".

Kindly date-stamp and return to me the extra copy of this letter and each document acknowledging receipt and filing thereof.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Michael J. Smedley', written over a horizontal line.

Michael J. Smedley
Vice President and General Manager

Enclosures

cc: Robert F. Wilson, Chief, Tariff-Finance Section (via Fed Ex)
Irwin A. Popowsky, Esquire (Certified Mail, Return Receipt Requested)
William R. Lloyd, Esq. (Certified Mail, Return Receipt Requested)
Office of Trial Staff (Certified Mail, Return Receipt Requested)
Barnett Satinsky, Esquire, (Regular Mail)

VEOLIA ENERGY PHILADELPHIA, INC.

**COMPUTATION OF STATE TAX ADJUSTMENT SURCHARGE
EFFECTIVE FOR THE PERIOD APRIL 1, 2015 TO MARCH 31, 2016**

1. CHANGE IN CAPITAL STOCK TAX	EXH 1	(\$3,041)
2. CHANGE IN CORPORATE NET INCOME TAX	EXH 2	0
3. CHANGE IN PUBLIC UTILITY REALTY TAX	EXH 3	(535)
4. CHANGE IN UTILITY GROSS RECEIPTS TAX	EXH 4	<u>0</u>
5. TOTAL OF LINES 1. TO 4.		(3,576)
6. TAX OVER (UNDER) REFUNDED FOR THE PERIOD APRIL 1, 2013 TO MARCH 31, 2014	EXH 5	(3,366)
7. TOTAL LINES 5. THROUGH 8.		<u>(6,942)</u>
8. GROSS INTRA-STATE OPERATING REVENUE	EXH 6	<u>\$61,376,261</u>
9. STATE TAX ADJUSTMENT SURCHARGE		-0.011%

VEOLIA ENERGY PHILADELPHIA, INC.

COMPUTATION OF PENNSYLVANIA CAPITAL STOCK TAX
TO BE INCLUDED IN THE STATE TAX ADJUSTMENT SURCHARGE
EFFECTIVE FOR THE PERIOD APRIL 1, 2015 TO MARCH 31, 2016

1. TAXABLE CAPITAL STOCK VALUE BASED ON MOST RECENTLY SETTLED TAX RETURN FOR THE TAX YEAR ENDED DECEMBER 31, 2012	\$3,679,482
2. CAPITAL STOCK TAX AT 1.89 MILLS	6,954
3. TAXABLE CAPITAL STOCK VALUE BASED ON MOST RECENTLY SETTLED TAX RETURN FOR THE TAX YEAR ENDED DECEMBER 31, 2013	\$4,396,471
4. CAPITAL STOCK TAX AT 0.89 MILLS	3,913
5. CHANGE IN PENNSYLVANIA CAPITAL STOCK TAX	(\$3,041)

VEOLIA ENERGY PHILADELPHIA, INC.

COMPUTATION OF PENNSYLVANIA CORPORATE NET INCOME TAX
TO BE INCLUDED IN THE STATE TAX ADJUSTMENT SURCHARGE
EFFECTIVE FOR THE PERIOD APRIL 1, 2015 TO MARCH 31, 2016

1. ESTIMATED TAXABLE INCOME FOR THE PERIOD APRIL 1, 2013 TO MARCH 31, 2014 BASED ON THE MOST RECENTLY SETTLED TAX RETURN FOR THE TAX YEAR ENDED DECEMBER 31, 2013	(\$3,451,396)
2. CNI FACTOR TO BE APPLIED BASED ON CHANGE IN TAX RATE NO CHANGE - RATE REMAINS AT 9.99%	0.000000
3. CHANGE IN PENNSYLVANIA CORPORATE NET INCOME TAX	\$0

VEOLIA ENERGY PHILADELPHIA, INC.

**COMPUTATION OF PUBLIC UTILITY REALTY TAX
TO BE INCLUDED IN THE STATE TAX ADJUSTMENT SURCHARGE
EFFECTIVE FOR THE PERIOD APRIL 1, 2015 TO MARCH 31, 2016**

1. STATE TAXABLE VALUE OF PROPERTY FOR 2013 BASED ON NOTICE OF DETERMINATION AMENDED PER ACT 4 OF 1999 AND ACT 23 OF 2000	\$1,327,708
2. PURTA TAX RATE AT 29.0156 MILLS	\$43,051
3. STATE TAXABLE VALUE OF PROPERTY FOR 2012 BASED ON NOTICE OF DETERMINATION AMENDED PER ACT 4 OF 1999 AND ACT 23 OF 2000	\$1,327,708
4. PURTA TAX RATE AT 32.0219 MILLS	\$42,516
5. CHANGE IN PUBLIC UTILITY REALTY TAX	(\$535)

REFERENCE:
SUPPLEMENT NO. 19
TO HEATING AND COOLING TARIFF NO. 4
EXHIBIT 4

VEOLIA ENERGY PHILADELPHIA, INC.

COMPUTATION OF UTILITY GROSS RECEIPTS TAX
TO BE INCLUDED IN THE STATE TAX ADJUSTMENT SURCHARGE
EFFECTIVE FOR THE PERIOD APRIL 1, 2015 TO MARCH 31, 2016

VEOLIA ENERGY PHILADELPHIA INC IS NOT
SUBJECT TO THE UTILITY GROSS RECEIPTS TAX

VEOLIA ENERGY PHILADELPHIA, INC.

RECONCILIATION OF STATE TAX ADJUSTMENT SURCHARGE
FOR THE PERIOD APRIL 1, 2014 TO MARCH 31, 2015
SUMMARY OF (OVER) UNDER REFUND

1. CHANGE IN CAPITAL STOCK TAX	EXH 5A	(\$3,041)
2. CHANGE IN CORPORATE NET INCOME TAX	EXH 5B	0
3. CHANGE IN PUBLIC UTILITY REALTY TAX	EXH 5C	(535)
4. CHANGE IN UTILITY GROSS RECEIPTS TAX	N/A	0
		<hr/>
5. TOTAL CHANGE IN STATE TAXES		(3,576)
6. STAS CHARGED TO CUSTOMERS FOR THE PERIOD APRIL 1, 2014 TO MARCH 31, 2015		(210)
		<hr/>
7. OVER (UNDER) REFUND		<u><u>(\$3,366)</u></u>

VEOLIA ENERGY PHILADELPHIA, INC.

**RECONCILIATION OF PENNSYLVANIA CAPITAL STOCK TAX
INCLUDED IN THE STATE TAX ADJUSTMENT SURCHARGE
FOR THE PERIOD APRIL 1, 2014 TO MARCH 31, 2015**

1. TAXABLE CAPITAL STOCK VALUE BASED ON MOST RECENTLY SETTLED TAX RETURN IN EXISTENCE AT MARCH 31, 2014 (TAX YEAR ENDED DECEMBER 31, 2012)	\$3,679,482
2. CAPITAL STOCK TAX AT 1.89 MILLS	6,954
3. TAXABLE CAPITAL STOCK VALUE BASED ON MOST RECENTLY SETTLED TAX RETURN IN EXISTENCE AT MARCH 31, 2015 (TAX YEAR ENDED DECEMBER 31, 2013)	\$4,396,471
4. CAPITAL STOCK TAX AT 0.89 MILLS	3,913
5. CHANGE IN PENNSYLVANIA CAPITAL STOCK TAX	(\$3,041)

VEOLIA ENERGY PHILADELPHIA, INC.

RECONCILIATION OF PENNSYLVANIA CORPORATE NET INCOME TAX
INCLUDED IN THE STATE TAX ADJUSTMENT SURCHARGE
FOR THE PERIOD APRIL 1, 2014 TO MARCH 31, 2015

1. TAXABLE INCOME FROM UTILITY OPERATIONS FOR THE PERIOD APRIL 1, 2014 TO MARCH 31, 2015 BASED ON THE MOST RECENTLY SETTLED TAX RETURN FOR THE TAX YEAR ENDED DECEMBER 31, 2013	(\$3,451,396)
2. CNI FACTOR TO BE APPLIED BASED ON CHANGE IN TAX RATE NO CHANGE - RATE REMAINS AT 9.99%	0.000000
3. CHANGE IN PENNSYLVANIA CORPORATE NET INCOME TAX	\$0

VEOLIA ENERGY PHILADELPHIA, INC.

**RECONCILIATION OF PUBLIC UTILITY REALTY TAX
INCLUDED IN THE STATE TAX ADJUSTMENT SURCHARGE
FOR THE PERIOD APRIL 1, 2014 TO MARCH 31, 2015**

1. STATE TAXABLE VALUE OF PROPERTY FOR 2013 BASED ON NOTICE OF DETERMINATION AMENDED PER ACT 4 OF 1999 AND ACT 23 OF 2000 PER DECEMBER 2014 NOTICE	\$1,327,708
2. PURTA TAX RATE AT 32.4251 MILLS	\$43,051
3. STATE TAXABLE VALUE OF PROPERTY FOR 2012 BASED ON NOTICE OF DETERMINATION AMENDED PER ACT 4 OF 1999 AND ACT 23 OF 2000 PER DECEMBER 2013 NOTICE	\$1,327,708
4. PURTA TAX RATE AT 32.0219 MILLS	\$42,516
5. CHANGE IN PUBLIC UTILITY REALTY TAX	(\$535)

VEOLIA ENERGY PHILADELPHIA, INC.

**DEVELOPMENT OF GROSS INTRA-STATE OPERATING REVENUE
EFFECTIVE FOR THE PERIOD APRIL 1, 2015 TO MARCH 31, 2016**

1. FORECASTED REVENUE FROM SALES APRIL 1, 2015 TO MARCH 31, 2016	\$75,614,268
2. LESS ADJUSTMENT FOR STEAM COST RATE CHARGES APRIL 1, 2015 TO MARCH 31, 2016	<u>(14,238,007)</u>
3. TOTAL GROSS INTRA-STATE OPERATING REVENUE DERIVED FROM SERVICE UNDER RATES AND RIDERS SUBJECT TO PUC JURISDICTION	<u>\$61,376,261</u>

NOTICE

STATE TAX ADJUSTMENT SURCHARGE

The bill you have received this month reflects a decrease in the State Tax Adjustment Surcharge (STAS) from 0.0000% to -0.011%. This re-computation results from a change in Veolia Energy Philadelphia Incorporated's tax liability.

This change has been made pursuant to Tariff Supplement No. 19 to our Tariff, which is designated as Heating and Cooling - Pa. PUC No. 4. A copy of this change as well as the complete tariff is available in our office for your inspection during our normal business day (Monday through Friday, 8:00 am to 5:00 pm).

EXHIBIT "A"

VEOLIA ENERGY PHILADELPHIA
INCORPORATED

SUPPLEMENT NO. 19 TO
HEATING AND COOLING-PA P.U.C. NO. 4
14th REVISED PAGE NO. 1
SUPERSEDING 13th REVISED PAGE NO. 1

VEOLIA ENERGY PHILADELPHIA CORPORATION

STEAM SERVICE TARIFF

Philadelphia District

That section of the City of Philadelphia bounded by South Street, Broad Street, Carpenter Street, Grays Ferry Avenue, Woodland Avenue, Fortieth Street, Girard Avenue, West College Avenue, Poplar Street, South College Avenue, Girard Avenue, Dyott Street, and the Delaware River.

ISSUED: March 31, 2015

EFFECTIVE: April 08, 2015

ISSUED BY: MICHAEL J. SMEDLEY, VICE PRESIDENT
2600 Christian Street
Philadelphia, PA 19146

NOTICE

THIS SUPPLEMENT MAKES CHANGES AND DECREASES IN
EXISTING RATES. SEE 13th REVISED PAGE NO. 2.

VEOLIA ENERGY PHILADELPHIA
INCORPORATED

SUPPLEMENT NO. 19 TO TARIFF
HEATING AND COOLING-PA P.U.C. NO. 4
14th REVISED PAGE NO. 2
SUPERSEDING 13th REVISED PAGE NO.2

LIST OF CHANGES MADE BY THIS SUPPLEMENT

STATE TAX ADJUSTMENT SURCHARGE (14th Revised Page No. 19)

The surcharge value is decreased from .000% to -0.011% to fully reflect the change to the Company's tax liability. The effective date of this tariff change is April 8, 2015.

ISSUED: March 31, 2015

EFFECTIVE: April 8, 2015

ISSUED BY: MICHAEL J. SMEDLEY, VICE PRESIDENT
2600 Christian Street
Philadelphia, PA 19146

STATE TAX ADJUSTMENT SURCHARGE

(D,C) *In addition to the net charges provided for in this Tariff, exclusive of Steam Cost Rate charges, a surcharge of -0.011% will apply to all service for bills rendered on and after April 8, 2015.*

The above surcharge will be recomputed, using the same elements prescribed by the Commission:

- (a) *Whenever any of the tax rates used in calculation of the surcharge are changed.*
- (b) *Whenever the utility makes effective increased or decreased rates.*
- (C) (c) *And on March 31, 2016, and each year thereafter.*

The above recalculation will be submitted to the Commission within 10 days after the occurrence of the event or date which occasioned such recomputation; and that if the recomputed surcharge is less than the one in effect, the utility will, and if the recomputed surcharge is more than the one then in effect the utility may, submit with such recomputation a tariff or supplement to reflect such recomputed surcharge, the effective date which shall be 10 days after filing.

- (C) *Indicates change.*
- (D) *Indicates decrease*

ISSUED: March 31, 2015

EFFECTIVE: April 8, 2015

ISSUED BY: MICHAEL J. SMEDLEY, VICE PRESIDENT
2600 Christian Street
Philadelphia, PA 19146

3/26/2015

FedEx Ship Manager - Print Your Label(s)

From: (267) 350-5815

Origin ID: HARA

Karen Nolan

VEOLIA ENERGY - PHILADELPHIA

2600 CHRISTIAN STREET

PHILADELPHIA, PA 19146



J151215022303lv

Ship Date: 26MAR15

ActWgt: 1.0 LB

CAD: 5185174/INET3610

Delivery Address Bar Code



RECEIVED

MAR 26 2015

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

SHIP TO: (717) 772-7777

BILL SENDER

MS. ROSEMARY CHIAVETTA, SECTY

PENNA PUBLIC UTILITY COMMISSION

400 NORTH ST

COMMONWEALTH KEYSTONE BLDG.

HARRISBURG, PA 17120

Ref #

Invoice #

PO #

Dept #

MON - 30 MAR 4:30P

** 2DAY **

TRK# 7732 2467 4988

0201

17120

PA-US

MDT

SK MDTA

