

BUREAU OF TECHNICAL UTILITY SERVICES DATA REQUESTS

TO PENNSYLVANIA-AMERICAN WATER COMPANY

Docket No. A-2017-2606103

Data Request 1

A-1. The Application requests Commission approval for Pennsylvania-American Water Company -Wastewater Division (PAWC-WD) to charge a Distribution System Improvement Charge (DSIC) related to the acquired system prior to the first base rate case incorporating the system's value. However, the Application does not include information required by 66 Pa. C.S. § 1353(b). 66 Pa. C.S. § 1353(b) requires, among other things, a description of the eligible property; a computation of the proposed charge; testimony, affidavits, exhibits or other evidence that the DSIC is in the public interest; and a revised Long Term Infrastructure Improvement Plan. If PAWC-WD intends to charge customers within the requested territory a DSIC, please provide the information required by the above-referenced statute.

Response: Pennsylvania American Water obtained approval of the PA PUC at Docket No. P-2014-2431005 to implement a wastewater DSIC. The Company intends to file a revised Long Term Infrastructure Improvement Plan during 2018, after the completion of its current base rate filing, which will include eligible DSIC improvements to the McKeesport wastewater operations. Once the Long Term Infrastructure Improvement Plan is approved the wastewater DSIC would begin to be charged to all applicable customers (including McKeesport) in 2019. All customer protections as outlined in the Company's current tariff will be in effect.

Responsible Witness: Rod Nevirauskas
Title: American Water Works Service Company
Senior Director, Rates and Regulatory

Date: July 14, 2017