

**BUREAU OF TECHNICAL UTILITY SERVICES DATA REQUESTS**

**TO PENNSYLVANIA-AMERICAN WATER COMPANY**

**Docket No. A-2017-2606103**

Data Request 1

*Data Requests A-2 through A-13 refer to information provided in the Application's Appendix A-5.*

A-12. The 2016-2017 Uniform Standards of Professional Appraisal Practice (USPAP) Standard Rules 1-2(f) and 1-2(g) require the identification of any extraordinary assumptions or hypothetical conditions necessary in an assignment. Please state if any extraordinary assumptions or hypothetical conditions were assumed in HRG's valuation.

**Response:** HRG did not anticipate or incorporate any extraordinary assumptions when making their recommendation of Fair Market Value of the McKeesport System. Our calculations rely on continued operations within the typical operating parameters. No growth was anticipated but the implementation of the long term control plan was assumed

Responsible Witness: Adrienne M. Vicari, P.E.  
Title: Financial Services Practice Leader, HRG

Date: July 14, 2017