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March 7, 2018

Via Electronic Filing

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

RE: Columbia Water Company; Docket No. R-2017-2598203; **SUPPLEMENT NO. 91 TO TARIFF - WATER PA PUC NO. 7; COMPLIANCE FILING**

Dear Secretary Chiavetta:

In compliance with the Order entered on March 1, 2018 by the Pennsylvania Public Utility Commission (“Commission”) in the above-captioned proceeding, enclosed is Supplement No. 91 to Columbia Water Company’s Tariff – Water Pa. P.U.C. No. 7. This Tariff Supplement makes increases in rates charged by Columbia Water Company (CWC) in compliance with the Commission’s Order. In accordance with Ordering Paragraph No. 5 of the Commission’s Order, the rates set forth in the enclosed Supplement No. 91 are permitted to be effective for service rendered on and after the date of entry of the Order.

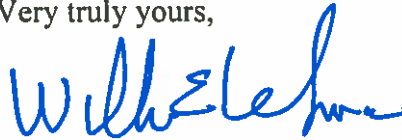
In addition, in accordance with Ordering Paragraph No. 6, CWC will send an annual valve exercising report to the Office of Consumer Advocate, the Commission’s Bureau of Investigation and Enforcement and the Office of Small Business Advocate on or before January 31 of each year indicating the number of total system isolation valves, the number of valves exercised, the number of critical isolation valves, the number of critical isolation valves exercised, the number of isolation valves that could not be exercised and the remedial steps that were taken to either repair or replace the affected valve. This reporting requirement will terminate when CWC’s next general rate case is decided by final Commission Order.

A copy of the enclosed Tariff Supplement has been served as indicated on the attached Certificate of Service.

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
March 7, 2018
Page 2

Thank you for your attention to this matter. Please contact me with any questions you may have.

Very truly yours,



Thomas J. Sniscak
William E. Lehman

Counsel to the Columbia Water Company

TJS/WEL/das
Enclosure

cc: Per Certificate of Service

THE COLUMBIA WATER COMPANY

RATES, RULES, AND REGULATIONS GOVERNING
THE DISTRIBUTION OF WATER IN WEST HEMPFIELD, RAPHO,
EAST DONEGAL AND MANOR TOWNSHIPS AND
THE BOROUGHS OF COLUMBIA AND MOUNTVILLE, AND MARIETTA
LANCASTER COUNTY AND HELLAM TOWNSHIP, YORK COUNTY, PENNSYLVANIA

Issued: March 7, 2018

Effective: March 8, 2018

By: Donald H. Nikolaus, President
The Columbia Water Company
220 Locust Street
Columbia, PA 17512

NOTICE

This Tariff Supplement updates the schedule of rates for all customers pursuant to the Pennsylvania Public Utility Commission's Final Order in Docket No. R-2017-2598203 (C)

See Page Two

(I) Indicates Increase (D) Indicates Decrease (C) Indicates Change

List of Changes Made by this Supplement

Changes:

- Supplement No. 91 increases the schedule of rates for the Columbia Rate District (formerly Columbia Division) and the Marietta Rate District (formerly Marietta Division) in accordance with the Pennsylvania Public Utility Commission's Final Order in Docket No. R-2017-2598203. The increase in operating revenue will produce an additional \$635,000. (See pages 4, 6, 6B-6D) (I)
- Decreases the distribution system improvement charge (DSIC) to 0.00% upon the effective date of this tariff shown below in accordance with the Order of the Commission entered at Docket No. P-00021979. (See page 57) (D)
- Updates the Terms and Conditions of Service. (See pages 15, 16, 20, and 21) (C)
- Removes "Columbia Division." (See pages 53-57) (C)

(I) Indicates Increase (D) Indicates Decrease (C) Indicates Change

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(I) Indicates Increase (D) Indicates Decrease (C) Indicates Change

THE COLUMBIA WATER COMPANY

SCHEDULE OF RATES APPLICABLE TO COLUMBIA RATE DISTRICT

Schedule of Rates – General Meter Rates

Customer Charge

<u>Size of Meter</u>	<u>Per Customer Unit Per Month</u>	
5/8"	\$10.31	(I)
3/4"	\$15.49	
1"	\$25.82	
1-1/2"	\$51.64	
2"	\$82.62	
3"	\$154.89	
4"	\$258.15	
6"	\$516.32	
8"	\$826.10	
12"	\$2,219.74	(I)

<u>Output Charges</u> (Billed to the nearest 100 gallons)		<u>Price per 1,000 Gallons</u>	
For the First	10,000 gallons per month	\$7.20	(I)
For the Next	240,000 gallons per month	\$2.77	(I)
For all Over	250,000 gallons per month	\$1.95	(I)

Special Provisions

(C)

When service is furnished through a single meter to a building containing eight or more apartment dwelling units or condominium dwelling units, or to a complex of buildings served at single-point meter service prescribed in Rule 19A, the first block rate shall be applied to usage equal to the number of apartment dwelling units or condominium dwelling units times 1,000 gallons per month and the balance of the use shall be billed at the applicable block rates in the regular manner.

For service to federal, state or local governments or to any governmental department, institution or authority, the due date is not less than 30 days from the date the bill is mailed.

Late Charges

A late charge of one and one-quarter percent (1-1/4%) simple interest per month will be applied to the unpaid balance after the due date. The due date is not less than 20 days from the date the bill is mailed.

In addition, all rates for water service are subject to the State Tax Adjustment Surcharge (see page 7).

(I) Indicates Increase (C) Indicates Change

THE COLUMBIA WATER COMPANY Canceling Eleventh Revised Page No. 6
SCHEDULE OF RATES APPLICABLE TO COLUMBIA RATE DISTRICT

Schedule of Rates – Fire Protection

<u>Public:</u>	<u>Quarterly</u>	
For 104 fire hydrants in Columbia Borough connecting to the piping system and existing as of June 20, 1948	\$5,200.00	
For each additional fire hydrant installed	\$95.48	(I)
<u>Private:</u>		
Each fire hydrant directed connected to main on public highway	\$95.48	(I)
Each 2-inch connection with the main	\$114.58	(I)
Each 3-inch connection with the main	\$143.23	(I)
Each 4-inch connection with the main	\$171.88	(I)
Each 6-inch connection with the main	\$343.74	(I)
Each 8-inch connection with the main	\$611.98	(I)

Use of Public Fire Hydrants
 For Other than Fire Protection

	<u>Per Hour</u>
For the first hour or fraction thereof	\$19.50
For each additional hour or fraction thereof	\$11.75

For service to federal, state or local governments; or to any government department, institution, or authority; the due date is not less than 30 days from the date the bill is mailed.

In addition, all rates for water service are subject to the State Tax Adjustment Surcharge. (see page 7).

(I) Indicates Increase

Supplement No. 91
To Tariff – Water Pa. P.U.C. No. 7
Second Revised Page No. 6A
Cancelling First Revised Page No. 6A

THE COLUMBIA WATER COMPANY

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(C)

THE COLUMBIA WATER COMPANY
SCHEDULE OF RATES APPLICABLE TO MARIETTA RATE DISTRICT
FORMERLY MARIETTA GRAVITY WATER COMPANY SYSTEM

SCHEDULE OF FLAT RATES

PUBLIC FIRE PROTECTION SERVICE

Application

This Schedule is Applicable to Public Fire Protection Service to the Borough of Marietta and East Donegal Township (Portion).

PUBLIC FIRE PROTECTION SERVICE RATE

	Base Rate <u>Per Quarter</u>	
Each Public Fire Hydrant:	\$86.82	(I)

(I) Indicates Increase (D) Indicates Decrease (C) Indicates Change

THE COLUMBIA WATER COMPANY
 SCHEDULE OF RATES APPLICABLE TO MARIETTA RATE DISTRICT
 FORMERLY MARIETTA GRAVITY WATER COMPANY SYSTEM

SCHEDULE OF FLAT RATES

PRIVATE FIRE PROTECTION SERVICE

Application

This Schedule is Applicable to Private Fire Protection Services.

PRIVATE FIRE PROTECTION SERVICE RATE

Each Private Fire Hydrant, Installed by Company:

<u>Base Rate</u> <u>Per Quarter</u>	
\$86.82	(I)

Each Private Fire Hydrant, Installed by Consumer:

<u>Base Rate</u> <u>Per Quarter</u>	
\$69.94	(I)

Automatic Sprinklers or Standpipe Connections Connected with Mains by Direct Line
 Used Solely for Fire Protection Purposes:

	<u>Base Rate</u> <u>Per Quarter</u>	
2-inch Service Line	\$114.58	(I)
3-inch Service Line	\$143.23	(D)
4-inch Service Line	\$171.88	(D)
6-inch Service Line	\$343.74	(D)
8-inch Service Line	\$611.98	(D)

(I) Indicates Increase (D) Indicates Decrease (C) Indicates Change

THE COLUMBIA WATER COMPANY
 SCHEDULE OF RATES APPLICABLE TO MARIETTA RATE DISTRICT
 FORMERLY MARIETTA GRAVITY WATER COMPANY SYSTEM

SCHEDULE OF METERED RATES

APPLICATION

THIS SCHEDULE IS APPLICABLE TO ALL METERED CUSTOMERS

METER RATES FOR ALL WATER USAGE

	BASE RATES PER 1,000 <u>GALLONS</u>	
FIRST 1,000 GALLONS PER MONTH	\$8.86	(I)
1,001 – 5,000 GALLONS PER MONTH	\$5.54	(I)
5,001 – 50,000 GALLONS PER MONTH	\$2.10	(I)
OVER 50,000 GALLONS PER MONTH	\$1.86	(I)

CUSTOMER CHARGE

IN ADDITION, ALL METERED CUSTOMERS SHALL PAY A MONTHLY CUSTOMER CHARGE
 BASED ON THE REQUIRED SIZE OF METER TO RENDER ADEQUATE SERVICE.

<u>SIZE OF METER</u>	<u>CUSTOMER CHARGE PER MONTH</u>	
5/8 OR 5/8 x 3/4 INCH	\$8.20	(I)
3/4 INCH	\$12.30	(I)
1 INCH	\$20.50	(I)
1 1/2 INCH	\$41.00	(I)
2 INCH	\$65.60	(I)
3 INCH	\$123.00	(I)
4 INCH	\$205.00	(I)
6 INCH	\$410.00	(I)
8 INCH	\$738.00	(I)
10 INCH	\$943.00	(I)

(I) Indicates Increase (D) Indicates Decrease (C) Indicates Change

THE COLUMBIA WATER COMPANY

**RULES AND REGULATIONS GOVERNING THE
DISTRIBUTION AND SALE OF WATER**

(Cont'd)

6.2 Customer's Deposit

(C)

Deposits may be required from all customers in accordance with Chapter 14 of the Public Utility Code, 66 P. C.S.A. § 1401 *et seq.* and Chapter 56 of the Commission's regulations, 52 Pa. Code §§ 56.1 – 56.231.

7. Definitions

7.1 Customer

A Customer is any party contracting for and/or receiving water service through a meter connection.

7.2 Point of Sale

The point of sale of water service or fire protection service contracted for by the customer is the street service connection.

7.3 Street Service Connection

A street service connection is hereby understood to include a connection to the main, pipe to and including the control valve and control valve box; used to carry water from the main to the curb line. The control valve and box terminates the Company's responsibility for expense of the street service connection.

7.4 Single Premise

A single premise is herein construed to cover a structure used by one family or occupant or where used by more than one family or occupant not adaptable to subdivision.

(C) Indicates Change

THE COLUMBIA WATER COMPANY

**RULES AND REGULATIONS GOVERNING THE
DISTRIBUTION AND SALE OF WATER**

(Cont'd)

7.5 Multiple Premise

A multiple premise is adaptable to subdivision and is used by more than one family or occupant. It shall then be construed to be a double premise, triple premise, etc., depending upon the number of families, occupants, or subdivisions.

7.6 Remote Meter Reading Device

A device which by electrical impulse or otherwise transmits readings from a meter, usually located within a residence, to a more accessible location outside of a residence.

7.7 Normal Working Hours

Normal working hours are 8:00 a.m. to 4:30 p.m., except on weekends and holidays (C)

8. Public Fire Hydrants

8.1 Ownership and Maintenance

All public fire hydrants furnished, installed, and paid for by the Company shall be inspected and maintained by the Company.

8.2 Use Restricted

The use of fire hydrants, whether owned by the Company or by the Customer, will be restricted to the taking of water for the extinguishing of aboveground fires and water shall not be taken from any fire hydrant for construction purposes, extinguishing underground fires, sprinkling streets, flushing sewers or gutters or for any other use unless specifically permitted by the Company for the particular time and occasion. If the Company grants permission to use fire hydrants for purposes other than the extinguishment of fires, such use will be applied only if an approved backflow prevention device is attached to the hydrant. Said device shall be furnished by the customer.

8.3 Change in Location

Whenever a change in location of a fire hydrant is ordered by the municipality, such change will be made at the expense of the municipality.

(C) Indicates Change

**Rules And Regulations Governing The
Distribution And Sale Of Water**

9. Sales for Resale

9.1 Water Supply Agreement

In the event the Company enters into an Agreement with another public water supply agency to sell water to said agency, under rates to be negotiated with the Company, any condition of said agreement with respect to service thereunder shall be incorporated by reference to these rules and regulations; provided however, that said water supply agreement is filed with the Public Utility Commission pursuant to 66 Pa. C.S. Section 507 of the Public Utility Code where the public water supply agency is a municipal corporation, as defined by said code.

10. Payment Terms

10.1 Billing Period

(C)

All bills shall be rendered monthly. Bills rendered will show a due date of twenty (20) days after the date the bill is mailed. Payment received by the Company after the due date will be charged a penalty of 1-1/4% and such penalty will be calculated monthly thereafter only on the overdue portion of the bill, and in no event shall the penalty charged exceed more than 15% annually. When a quarterly customer's bill has a penalty application on interim monthly bill informing the customer of the applicable late payment charge of 1-1/4% per month on the unpaid balance and the date by which the interim monthly bill must be paid to avoid application of another late payment charge will be rendered.

10.2 Service Discontinued

If a bill is not paid on or before said due date, service will be discontinued after 10 days written notice to the Customer. Except that notwithstanding any other rule of this tariff, service shall be not continued for any reason except under regulations of the Pennsylvania Public Utility Commission applicable thereto and in effect at the time of such contemplated discontinuance.

All federal, state and local government accounts are entitled to a thirty (30) day period from the due date of any bill within which it may pay for water service.

10.3 Consumption not Combined

The use of water by the same Customer in different premises or localities will not be combined and each installation shall stand by itself.

(C) Indicates Change

THE COLUMBIA WATER COMPANY

**Rules And Regulations Governing The
Distribution And Sale Of Water
(Continued)**

10.4 Disputed Bills

In the event of a dispute between the Customer and the Company respecting any bill, the Company will forthwith make such investigation as may be required by the particular case and report the result thereof to the customer. When the Company has made such a report to the Customer, either, (1) sustaining the bill as rendered, or, (2) submitting a corrected bill, the date of the bill for purposes of payment shall be considered to be as of the date of said bill, and the Customer shall pay the amount due within the time provided in these rules and regulations, and failure to pay shall render the Customer and his service liable to the penalties herein provided. Any amounts received by the Company in excess of the amount disclosed to be due by the Company's investigation of the dispute shall be forthwith returned to the Customer if the error arose from any cause other than the incorrect estimating of a Customer's consumption for the period in dispute.

10.5 Return Check Charge (C)

The Customer will be responsible for the payment of the bank charge when a check has been presented to the Company for payment of any bill and is returned by the bank by reason of nonsufficient funds, account closed, payment stopped, post dated, account garnished, no existing account, balance held or unauthorized signature.

11. Turn-On Charge

11.1 Non-Payment Charge

When water service to any premise has been terminated because of non-payment of a bill or other violation of the rules and regulations, a \$30.00 charge will be required to restore service during normal scheduled working hours. Other than normal working hours, a charge equivalent to the cost incurred by the Company in restoring service, will be made; and this charge together with all other amounts which may be due the Company by the Customer must be paid before the water service is restored.

11.2 Discontinuance Charge

Whenever water service to any premise has been discontinued at the request of the ratepayer, a \$30.00 charge will be required during normal scheduled working hours to re-connect service to the same premises when service remains in the name of the ratepayer who requested the discontinuance. Other than normal working hours, a charge equivalent to the cost incurred by the Company in reconnecting service will be made.

11.3 Temporary or Special Service

Payments in advance of furnishing service may be required for construction of facilities and furnishing special equipment. (Refer to Rule 2.4)

11.4 Payments in Advance

Payments in advance to restoring service may be required for restoration or reconnection of service where service has been actually discontinued for Customer's failure to comply with tariff provisions.

(C) Indicates Change

THE COLUMBIA WATER COMPANY

**Rules And Regulations Governing The
Distribution And Sale Of Water
(Cont'd)**

27. Distribution System Improvement Charge (DSIC) (C)

General Description

Purpose: To recover the fixed costs (depreciation and pre-tax return) of certain non-revenue producing, non-expense reducing distribution system improvement projects completed and placed in service and to be recorded in the individual accounts, as noted below, between-base rate cases and to provide the Company with the resources to accelerate the replacement of aging water distribution infrastructure, to comply with evolving regulatory requirements imposed by the Safe Drinking Water Act and to develop and implement solutions to regional water supply problems. The costs of extending facilities to serve new customers are not recoverable through the DSIC. Also, Company projects receiving PENNVEST funding are not DSIC-eligible property to the extent that such PENNVEST funding is recovered via a PENNVEST surcharge.

Eligible Property: The DSIC-eligible property will consist of the following:

- Services (account 333.4), meters (account 334.4) and hydrants (account 335.4) installed as in-kind replacements for customers;
- Mains and valves (account 331.4) installed as replacements for existing facilities that have worn out, are in deteriorated condition, or upgraded to meet Chapter 65 regulations of Title 52;
- Main extensions (account 331.4) installed to eliminate dead ends and to implement solutions to regional water supply problems that have been documented as presenting a significant health and safety concern for customers currently receiving service from the Company or the acquired Company;
- Main cleaning and relining (account 331.4) projects;
- Unreimbursed funds related to capital projects to relocate Company facilities due to highway relocations, rebuilding or construction (account nos. 331.4, 333.4 and 335.4).
- Other related capitalized costs.

(C) Indicates Change

THE COLUMBIA WATER COMPANY

**Rules And Regulations Governing The
Distribution And Sale Of Water
(Cont'd)**

27. Distribution System Improvement Charge (DSIC)

(C)

Effective Date: The DSIC will become effective for bills rendered on and after November 1, 2002.

Computation of the DSIC

Calculation: The initial DSIC, effective June 21, 2003, shall be calculated to recover the fixed costs of eligible plant additions that have not previously been reflected in the Company's rates or rate base and have been placed in service by October 15, 2002. Thereafter, the DSIC will be updated on a quarterly basis to reflect eligible plant additions placed in service during the three-month periods ending one month prior to the effective date of each DSIC update. Thus, changes in the DSIC rate will occur as follows:

<u>Effective Date Of Change</u>	<u>Date To Which DSIC-Eligible Plant Addition Reflected</u>
February 1	December 31
May 1	March 31
August 1	June 30
November 1	September 30

Determination of Fixed Costs:

The fixed costs of eligible distribution system improvement projects will consist of depreciation and pre-tax return, calculated as follows:

Depreciation: The depreciation expense will be calculated by applying to the original cost of DSIC-eligible property the annual accrual rates employed in the Company's last base rate case for the plant accounts in which each retirement unit of DSIC-eligible property is recorded.

Pre-Tax Return: The pre-tax return will be calculated using the statutory state and federal income tax rates, the Company's actual capital structure and actual cost rates for long-term debt and preferred stock as of the last day of the three-month period ending one month prior to the effective date of the DSIC and subsequent updates. The cost of equity will be the equity return rate approved in the Company's last fully-litigated base rate proceeding for which a final order was entered not more than two years prior to the effective date of the DSIC. If more than two years shall have elapsed between the entry of such a final order and the effective date of the DSIC, then the equity return rate used in the calculation will be the equity return rate calculated by the Commission in the most recent Quarterly Report on the Earnings of Jurisdictional Utilities released by the Commission.

(C) Indicates Change

THE COLUMBIA WATER COMPANY

Rules And Regulations Governing The
Distribution And Sale Of Water
(Cont'd)

27. Distribution System Improvement Charge (DSIC)

(C)

DSIC Surcharge Amount: The DSIC will be expressed as a percentage carried to two decimal places and will be applied to the total amount billed to each customer for service under the Company's otherwise applicable rates and charges, excluding amounts billed for public fire protection service and the State Tax Adjustment Surcharge (STAS). To calculate the DSIC, one-fourth of the annual fixed costs associated with all property eligible for cost recovery under the DSIC will be divided by the Company's projected revenue for service (including all applicable clauses and riders) for the quarterly period during which the charge will be collected, exclusive of revenues from public fire protection service and the STAS.

Formula: The formula for calculation of the DSIC surcharge is as follows:

$$\text{DSIC} = \frac{(\text{DSI} \times \text{PTRR}) + \text{Dep} + e}{\text{PQR}}$$

Where:

DSI = the original cost of eligible distribution system improvement projects net of accrued depreciation.

PTRR = the pre-tax return rate applicable to DSIC-eligible property.

Dep = Depreciation expense related to DSIC-eligible property.

e = the amount calculated (+/-) under the annual reconciliation feature or Commission audit as described below.

PQR = Projected quarterly revenue for service (including all applicable clauses and riders) from existing customers plus netted revenue from any customers which will be gained or lost by the beginning of the applicable service period, will be based on the applicable three-month period, including any revenue from acquired companies that are now being charged the rates of the acquiring company.

Quarterly updates: Supporting data for each quarterly update will be filed with the Commission and served upon the Commission's Bureau of Investigation and Enforcement, the Office of Consumer Advocate and the Office of Small Business Advocate at least ten (10) days prior to the effective date of the update.

(C) Indicates Change

**RULES AND REGULATIONS GOVERNING THE
DISTRIBUTION AND SALE OF WATER**

(Cont'd)

27. Distribution System Improvement Charge (DSIC)

(C)

Customer Safeguards

Cap: The DSIC will be capped at 5% of the amount billed to customers for service (including all applicable clauses and riders) as determined on an annualized basis.

Audit/Reconciliation: The DSIC will be subject to audit at intervals determined by the Commission. Any cost determined by the Commission not to comply with any provision of 66 Pa. C.S. §§ 1350, *et seq.* shall be credited to customer accounts. The DSIC is subject to annual reconciliation based on a reconciliation period consisting of the 12 months ending December 31 of each year or the utility may elect to subject the DSIC to quarterly reconciliation but only upon request and approval of the Commission. The revenue received under the DSIC for the reconciliation period will be compared to the Company's eligible costs for that period. The difference between revenue and costs will be recouped or refunded, as appropriate, in accordance with Section 1307(e), over a one-year period commencing on April 1, of each year or in the next quarter if permitted by the Commission. If DSIC revenues exceed DSIC-eligible costs, such overcollections will be refunded with interest. Interest on over-collections and credits will be calculated at the residential mortgage lending specified by the Secretary of Banking in accordance with the Loan Interest and Protection Law (41 P.S. sec. 101, *et seq.*) and will be refunded in the same manner as an over-collection. The Company is not permitted to accrue interest on under-collections.

New Base Rates: The DSIC will be reset at zero upon application of new base rates to customer billings that provide for prospective recovery of the annual costs that had previously been recovered under the DSIC. Thereafter, only the fixed costs of new eligible plant additions that have not previously been reflected in the Company's rate or rate base will be reflected in the quarterly updates of the DSIC.

All Customer Classes: The DSIC shall be applied equally to all customer classes.

Earning Reports: The DSIC will also be reset at zero if, in any quarter, data filed with the Commission in the Company's then most recent Annual or Quarterly Earnings reports show that the Company will earn a rate of return that would exceed the allowable rate of return used to calculate its fixed costs under the DSIC as described in the Pre-tax return section. The Company shall file a tariff supplement implementing the reset to zero due to over-earning on one day's notice and such supplement shall be filed simultaneously with the filing of the most recent Annual or Quarterly Earnings reports indicating that the Company has earned a rate of return that would exceed the allowable rate of return used to calculate its fixed costs.

(C) Indicates Change

27. Distribution System Improvement Charge (DSIC)

(C)

Customer Notice: Customers shall be notified of changes in the DSIC by including appropriate information on the first bill they receive following any change. An explanatory bill insert shall also be included with the first billing.

Residual E-Factor Recovery Upon Reset to Zero: The utility shall file with the Commission interim rate revisions to resolve the residual over/under collection or E-factor amount after the DSIC rate has been reset to zero. The utility can collect or credit the residual over/under collection balance when the DSIC rate is reset to zero. The utility shall refund any over-collection to customers and is entitled to recover any under-collections as set forth in the Audit/Reconciliation Section. Once the utility determines the specific amount of the residual over or under collection amount after the DSIC rate is reset to zero, the utility shall file a tariff supplement with supporting data to address that residual amount. The tariff supplement shall be served upon the Commission's Bureau of Investigation and Enforcement, the Bureau of Audits, the Office of Consumer Advocate, and the Office of Small Business Advocate at least ten (10) days prior to the effective date of the supplement.

Public Fire Protection: The DSIC will not apply to public fire protection customers.

27.1 In addition to the charges provided in this tariff, a distribution system improvement charge of 0.00% will apply to all charges for service, except public fire protection on or after the effective date of this tariff shown below.

(D)

(I) Indicates Increase (D) Indicates Decrease (C) Indicates Change

CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true copy of the foregoing document upon the parties, listed below, in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by a party).

BY ELECTRONIC & FIRST CLASS MAIL

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