

# Morgan Lewis

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September 7, 2018

## VIA eFILING

Rosemary Chiavetta, Secretary  
Pennsylvania Public Utility Commission  
Commonwealth Keystone Building  
400 North Street  
Harrisburg, PA 17105-3265

**Re: Pa. P.U.C. v. Pennsylvania-American Water Company – Water  
Docket No. R-2018-3002502**

**Pa. P.U.C. v. Pennsylvania-American Water Company – Wastewater  
Docket No. R-2018-3002504**

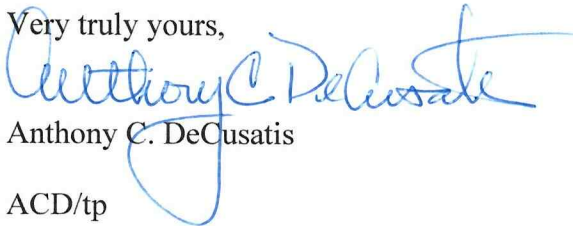
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Dear Secretary Chiavetta:

At each of the Prehearing Conferences in the above-referenced dockets, Administrative Law Judge Marta Guhl, who is presiding in both cases, approved the parties' request to publish Notices in the *Pennsylvania Bulletin* of the filings by Pennsylvania-American Water Company that were assigned to those dockets. The Company's filings propose a change to its tariff rules for water and wastewater pertaining to the payment of contributions in aid of construction and customer advances for applicants requesting extensions of the Company's facilities. On behalf of the parties to both cases, the Company is requesting that the Secretary's Bureau forward the enclosed Notices to the *Pennsylvania Bulletin* for publication.

Please feel free to contact us if you have any questions or need anything further.

Very truly yours,





Anthony C. DeCusatis

ACD/tp

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Respectfully submitted,



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Dated: September 7, 2018

## NOTICES

### PENNSYLVANIA PUBLIC UTILITY COMMISSION

#### Tariff Filing Regarding Customer Advances for Construction and Customer Contributions In Aid of Construction

[\_\_ Pa. B. \_\_]

[Saturday, September \_\_, 2018]

**R-2018-3002502. Pennsylvania-American Water Company – Water Division.** Supplement No. 6 to Tariff Water-Pa. P.U.C. No. 5 (Supplement No. 6) filed pursuant to 66 Pa. C.S. § 1308(a) (relating to voluntary changes in rates). Pennsylvania-American Water Company (Company) filed Supplement No. 6 for the approval of the Pennsylvania Public Utility Commission to include in its tariff the following provision pertaining to the treatment of income taxes imposed on customer advances for construction and customer contributions in aid of construction received after December 22, 2017:

The Company will pay income taxes on any deposit, advance, contribution of other like amounts received from an applicant which shall constitute taxable income to the Company as defined by the Internal Revenue Code. Such income taxes shall be segregated in a deferred account for inclusion in rate base in a future rate case proceeding. Such income tax associated with a deposit, advance or contribution will not be charged to the specific depositor/contributor of the capital.

Complaints or petitions to intervene must be filed in accordance with the Commission's regulations at 52 Pa. Code (relating to public utilities) on or before September 28, 2018. Filings must be made with the Secretary of the Pennsylvania Public Utility Commission, 400 North Street, Harrisburg, PA 17120, with a copy served on the Company. Supplement No. 6 and the documents the Company filed in support of Supplement No. 6 are available for inspection and copying at the Office of Secretary between 8 a.m. and 4:30 p.m., Monday through Friday, at the Pennsylvania Public Utility Commission's web site at [www.puc.pa.gov](http://www.puc.pa.gov) and at the Company's business address:

*Pennsylvania-American Water Company, 800 West Hersheypark Drive, Hershey PA 17033*

*Through and By Counsel: Susan Simms Marsh, Pennsylvania-American Water Company, 800 West Hersheypark Drive, Hershey PA 17033 (717) 531-3208; Anthony C. DeCusatis and Catherine D. Vasudevan, Morgan Lewis & Bockius LLP, 1701 Market Street, Philadelphia, PA 19103-2921*

**ROSEMARY CHIAVETTA  
SECRETARY**

## NOTICES

### PENNSYLVANIA PUBLIC UTILITY COMMISSION

#### Tariff Filing Regarding Customer Advances for Construction and Customer Contributions In Aid of Construction

[\_\_ Pa. B. \_\_]

[Saturday, September \_\_, 2018]

**R-2018-3002504. Pennsylvania-American Water Company – Wastewater Division.**

Supplement No. 6 to Tariff Wastewater-Pa. P.U.C. No. 16 (Supplement No. 6) filed pursuant to 66 Pa. C.S. § 1308(a) (relating to voluntary changes in rates). Pennsylvania-American Water Company (Company) filed Supplement No. 6 for the approval of the Pennsylvania Public Utility Commission to include in its tariff the following provision pertaining to the treatment of income taxes imposed on customer advances for construction and customer contributions in aid of construction received after December 22, 2017:

The Company will pay income taxes on any deposit, advance, contribution of other like amounts received from an applicant which shall constitute taxable income to the Company as defined by the Internal Revenue Code. Such income taxes shall be segregated in a deferred account for inclusion in rate base in a future rate case proceeding. Such income tax associated with a deposit, advance or contribution will not be charged to the specific depositor/contributor of the capital.

Complaints or petitions to intervene must be filed in accordance with the Commission's regulations at 52 Pa. Code (relating to public utilities) on or before September 28, 2018. Filings must be made with the Secretary of the Pennsylvania Public Utility Commission, 400 North Street, Harrisburg, PA 17120, with a copy served on the Company. Supplement No. 6 and the documents the Company filed in support of Supplement No. 6 are available for inspection and copying at the Office of Secretary between 8 a.m. and 4:30 p.m., Monday through Friday, at the Pennsylvania Public Utility Commission's web site at [www.puc.pa.gov](http://www.puc.pa.gov) and at the Company's business address:

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