|  |  |  |
| --- | --- | --- |
| PUC logo | COMMONWEALTH OF PENNSYLVANIAPENNSYLVANIA PUBLIC UTILITY COMMISSION400 NORTH STREET, HARRISBURG, PA 17120 | **IN REPLY PLEASE REFER TO OUR FILE** |

June 14, 2019

Docket No. M**-**2019-3010501

SUSAN SIMMS MARSH Utility Code: 212285

DEPUTY GENERAL COUNSEL

PENNSYLVANIA AMERICAN WATER COMPANY

852 WESLEY DRIVE

MECHANICSBURG, PA 17055

Re: Periodic Review of Pennsylvania-American Water Company (PAWC) Long-Term Infrastructure Improvement Plan.

Dear Ms. Simms Marsh:

 The Commission is required to review a utility’s Long-Term Infrastructure Improvement Plan (LTIIP) periodically, but at least once every five (5) years.[[1]](#footnote-1) Unless otherwise directed, the review shall begin at the midpoint of the term of the current LTIIP. PAWC’s current LTIIP began with calendar year 2017 and thus the midpoint is approximately July 1, 2019.

 PAWC is hereby notified that the Commission will begin the review of its LTIIP on June 17, 2019. The Commission’s review will determine:

1. If PAWC has adhered to its LTIIP
2. If changes to the LTIIP are necessary to maintain and improve the efficiency, safety, adequacy and reliability of PAWC’s existing distribution infrastructure.

 Upon completion of the review, the Commission shall issue an Order with a determination of whether or not PAWC has adhered to its LTIIP and if any changes to the LTIIP are necessary. The Commission will direct PAWC to revise, update, or resubmit its LTIIP as appropriate if it determines PAWC’s approved LTIIP is no longer adequate to ensure and maintain efficient, adequate, safe, reliable and reasonable service. Upon such a determination, PAWC may elect to withdraw its LTIIP rather than comply with the Commission’s direction. PAWC’s approved distribution system improvement surcharge (DSIC) mechanism would immediately terminate upon such a withdrawal.

 To aid in its review the Commission is establishing a thirty (30) day comment period beginning from the date of this letter and a twenty (20) day reply comment period.[[2]](#footnote-2) A copy of this letter has been served upon the statutory advocates, the Bureau of Investigation & Enforcement, and the parties of record from PAWC’s most recent base rate case proceeding, consistent with the LTIIP filing and review procedures.[[3]](#footnote-3)

 If you have any questions regarding this matter, please contact Ken Shaffer in the Bureau of Technical Utility services at kennshaffe@pa.gov, or 717-787-2359.

 Sincerely,

 Rosemary Chiavetta Secretary

Cc John Van Zant, TUS

 Dan Searfoorce, TUS

 Shaun Sparks, LAW

 Richard Kanaskie, I&E

 Paul Metro, I&E

1. 52 Pa. Code § 121.7(a). [↑](#footnote-ref-1)
2. 52 Pa. Code § 121.7(c). [↑](#footnote-ref-2)
3. 52 Pa. Code § 121.4(a). [↑](#footnote-ref-3)