Application of Pennsylvania-American Water Company for Acquisition of the Water Assets of Valley Township 66 Pa. C.S. § 1329

Application Filing Checklist – Water/Wastewater Docket No. A-2020-3019859

12.

Provide a proposed tariff containing a rate equal to the existing rates of the seller at the time of the acquisition and a rate stabilization plan, if applicable to the acquisition.

RESPONSE:

See enclosed *pro forma* Tariff Supplement No. XX to Tariff Water PA P.U.C. No. 5 of PAWC, Water Division, containing an initial base rate equal to the existing rates of Valley at the time of the acquisition.

The APA does not contain any rate commitments, other than the adoption of Valley's existing rates as set forth in Section 7.03 and on Schedule 7.03(a) of the APA, attached at **CONFIDENTIAL Appendix A-24-a** and therefore does not technically fall within the definition of a "rate stabilization plan" as defined by 66 Pa. C.S. § 1329. See Direct Testimony of Rod P. Nevirauaskis, PAWC St. No. 3W, p. 14 enclosed at **Appendix A-14-a**.

Supplement No. XX to Tariff Water-PA P.U.C. No. 5

PENNSYLVANIA-AMERICAN WATER COMPANY (hereinafter referred to as the "Company") D/B/A Pennsylvania American Water

RATES, RULES AND REGULATIONS

GOVERNING THE DISTRIBUTION AND SALE OF

WATER SERVICE

IN CERTAIN MUNICIPALITIES AND TERRITORIES LOCATED ADJACENT THERETO IN:

ADAMS, ALLEGHENY, ARMSTRONG, BEAVER, BERKS, BUCKS,
BUTLER, CENTRE, CHESTER, CLARION, CLEARFIELD, CLINTON, COLUMBIA,
CUMBERLAND, DAUPHIN, FAYETTE, INDIANA, JEFFERSON, LACKAWANNA,
LANCASTER, LAWRENCE, LEBANON, LUZERNE, MCKEAN, MONROE, MONTGOMERY,
NORTHAMPTON, NORTHUMBERLAND, PIKE, SCHUYLKILL, SUSQUEHANNA,
UNION, WARREN, WASHINGTON, WAYNE, AND YORK COUNTIES.

Issued: xxxxx xx, xxxx Effective: xxxxx xx, xxxx

Issued by:
F. Michael Doran, President
Pennsylvania American Water
852 Wesley Drive
Mechanicsburg, PA 17055

https://www.amwater.com/paaw/

NOTICE

This tariff authorizes Pennsylvania-American Water Company to furnish water services to the public in additional portions of Valley, East Fallowfield and West Caln Townships, Chester County, Pennsylvania.

(Refer to pages 1, 2, 4, 5, 11, 16.X, 29, 30, 32 and 35.)

Supplement No. XX to Tariff Water-PA P.U.C. No. 5 XXXXX Revised Page 2 Canceling XXXXX Revised Page 2

PENNSYLVANIA-AMERICAN WATER COMPANY

Issued: xxxxx xx, xxxx

LIST OF CHANGES

This tariff supplement authorizes Pennsylvania-American Water Company to begin to offer or furnish water service to the public in additional portions of Valley, East Fallowfield and West Caln Townships, Chester County as ordered by the Pennsylvania Public Utility Commission at Docket No. A-2020-3019859 entered xxxxxx xx, xxxx.

Effective Date: xxxxx xx, xxxx

Issued: xxxxx xx, xxxx

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Effective Date: xxxxx xx, xxxx

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(C) means Change

TERRITORIES SERVED

(By State Region and Company Water District)
(All territories are subject to Rate Zone 1 unless otherwise noted)

Northeastern Pennsylvania (cont'd)

Scranton District

Lackawanna County

The Cities of Carbondale and Scranton, the Boroughs of Archbald, Blakely, Dickson City, Dunmore, Jermyn, Jessup, Mayfield, Moosic, Old Forge, Olyphant, Taylor, Throop and Vandling and the Townships of Carbondale, North Abington, Scott, South Abington and a portion of the Township of Roaring Brook and Fell

Susquehanna County

The Borough of Forest City

Wayne County

The Village of Browndale (Clinton Township)

Susquehanna District

Susquehanna County

The Boroughs of Great Bend, Hallstead, Lanesboro, Montrose, Susquehanna and Thompson and the Townships of Bridgewater, Great Bend, Harmony and Oakland

Wilkes-Barre District

Luzerne County – Rate Zone 1 and Rate Zone 2 (Sutton Hills)

The Cities of Nanticoke, Pittston and Wilkes-Barre, the Boroughs of Ashley, Avoca, Courtdale, Dallas, Dupont, Duryea, Edwardsville, Exeter, Forty Fort, Hughestown, Kingston, Laflin, Larksville, Laurel Run, Luzerne, Plymouth, Pringle, Shickshinny, Sugar Notch, Swoyersville, Warrior Run, West Pittston, West Wyoming, Wyoming and Yatesville and the Townships of Fairview, Hanover, Hunlock, Jenkins, Kingston, Newport, Pittston, Plains, Plymouth, Rice, Wilkes-Barre, Wright, and portions of the Townships of Conyngham, Jackson and Union.

Southeastern Pennsylvania

Coatesville District

Chester County -- Rate Zone 1 and Rate Zone XX (portions of Valley, East Fallowfield and West Caln Townships)
The City of Coatesville, Parkesburg and South Coatesville and portions of the Townships of Atglen, Caln, East
Fallowfield, Highland, Sadsbury, Valley, West Caln and West Sadsbury

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Lancaster County

The Borough of Quarryville and the Townships of Bart, Colerain, Eden and Sadsbury

Glen Alsace District

Berks County

The Borough of St. Lawrence and the Townships of Amity and Exeter and portions of Earl and Ruscombmanor

Norristown District

Montgomery County

The Boroughs of Bridgeport and Norristown and portions of the Townships of East Norriton, East Pikeland, Lower Providence, Perkiomen, Plymouth, Upper Merion, West Norriton, Whitemarsh, Whitpain and Worcester and portions of Skippack

(C) means Change

SCHEDULE OF RATES

RATE ZONE XX - GENERAL METERED SERVICE FOR ALL RATE CLASSES

APPLICABILITY

The rates as set forth below apply in the Valley service territory served under this tariff for service rendered on and after the Effective Date shown at the bottom of this page.

AVAILABILITY

The rates under this schedule are available to all customers in all rate classes.

METERED SERVICE

Issued: xxxxx xx, xxxx

All water supplied by the Company under this rate schedule for any and all purposes, except Qualified Private Fire Hydrants and Public Fire Hydrants, shall be metered. All meters shall be read monthly or bimonthly and the water used shall be paid for in accordance with the following schedule of rates.

RATE

Service Charge For All Rate Classes

All metered customers shall be subject to a monthly service charge of \$28.12 per Customer Unit.

Usage Charge For All Bill Classes:

First 3,400 gallons per month Service Charge

per customer unit.

All over 3,400 gallons per month \$.8400 per hundred

per customer unit.

Effective Date: xxxxx xx, xxxx

SCHEDULE OF RATES

PRIVATE FIRE SERVICE – UNMETERED

APPLICABILITY

The rates under this schedule apply throughout the territories served under this tariff for service rendered on and after the Effective Date shown at the bottom of this page

AVAILABILITY

The rates under this schedule are available to any existing unmetered private fire service customer who continues to utilize the service connection solely for fire prevention purposes in connection with the customer's fire sprinkler system, standpipe connection, or any other emergency or fire protection facilities.

RATE

Service Charge

The following shall apply based on the size of service line connection required to render adequate service, as determined by the Company:

Size of Connection with Main	Service Charge Per Month		
1 inch	\$ 4.41		
1-1/4 inch	4.41		
1-1/2 inch	6.35		
2 inch	11.29		
3 inch	25.67		
4 inch	45.19		
6 inch	102.68		
8 inch	182.77		
10 inch	285.45		
12 inch	410.72		

Steelton District and Valley District – Service Charge:

(C)

All size connections with main

\$0.00 per month

Qualified Private Fire Hydrants

Service under this classification is subject to regulations set forth in Section 2.11 "Qualified Private Fire Hydrants".

Qualified Private Fire Hydrants

\$26.87 per month

Steelton District and Valley District:

(C)

Qualified Private Fire Hydrants

\$0.00 per month

(C) means Change

SCHEDULE OF RATES

PRIVATE FIRE SERVICE – UNMETERED (CONT'D)

TERMS AND CONDITIONS

Billing. Bills for unmetered private fire service and Qualified Private Fire Hydrants will be rendered monthly in arrears.

Inspection. The customer shall permit Company personnel and the Company's authorized agents, representatives, consultants and experts access to the customer's facilities during regular business hours and upon not less than 24 hours' notice and shall permit inspection thereof to determine, to the Company's satisfaction, whether the customer is in compliance with the availability criteria and terms and conditions hereof. The Company shall have the right to install a consumption detection device on the service line or use other investigative measures to determine whether the service line is being utilized for purposes other than fire protection.

Metering Equipment. Whenever, inspection of consumption detection devices on the service line or other investigative measures, indicate the service connection is being utilized for purposes other than fire protection, the Company will require the installation of a meter of appropriate size, and shall charge for service at the rates set forth under the Company's metered private fire service.

Steelton District - Metering Equipment. Whenever, inspection of consumption detection devices on the service line or other investigative measures, indicate the service connection is being utilized for purposes other than fire protection, the Company will require the installation of a meter of appropriate size, and shall charge for service at the rates set forth under the Company's Rate Zone 5 – General Metered Service.

Valley District - Metering Equipment. Whenever inspection of consumption detection devices on the service line or other investigative measures indicate the service connection is being utilized for purposes other than fire protection, the Company will require the installation of a meter of appropriate size, and shall charge for service at the rates set forth under the Company's Rate Zone XX – General Metered Service

(C) means Change

SCHEDULE OF RATES

PUBLIC FIRE SERVICE

APPLICABILITY

The rates under this schedule apply throughout the territories served under this tariff for service rendered on and after the Effective Date shown at the bottom of this page.

AVAILABILITY

The rates under this schedule are available to customers with applications accepted by the Company under Section 8.5 of this tariff. Service under this classification is subject to regulations set forth in Section No. 8 "Public Fire Hydrants".

RATE

Replacement of existing public fire hydrants with Company owned public fire hydrants will in all circumstances be charged at a rate of \$240.00 per annum or \$20 per month unless stated otherwise below.

The annual charge for each public fire hydrant is \$240.00 per annum or \$20.00 per month except as noted below:

All hydrants added after January 1, 2000, will be billed at 25% of the cost of service or \$17.11 per month.

Monthly Charge for Each	
Public Fire Hydrant	
\$ 6.25	
\$17.55	
\$18.05	
\$18.19	
\$15.10	
\$0.00	C)
	\$ 6.25 \$17.55 \$18.05 \$15.10

(C) means Change

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PENNSYLVANIA-AMERICAN WATER COMPANY

SCHEDULE OF RATES

DISTRIBUTION SYSTEM IMPROVEMENT CHARGE

EXCEPT PUBLIC FIRE PROTECTION

In addition to the net charges provided for in this Tariff, a charge of 6.19% will apply to all bills rendered with an ending read date on and after the Effective Date shown on the bottom of this page. This charge applies to all Rate Zones except Rate Zone 4 – Turbotville, Rate Zone 5 – Steelton and **Rate Zone XX – Valley**. (C)

The above charge will be recomputed quarterly using the elements prescribed by the Commission as shown on pages 36, 37 and 38 of this tariff.

(C) means Change