

**Application of Pennsylvania-American Water Company for Acquisition of
the Wastewater Assets of Valley Township
66 Pa. C.S. § 1329
Application Filing Checklist – Water/Wastewater
Docket No. A-2020-3020178**

19. Cost of Service.
- b. Provide a copy of the seller's two most recent adopted budgets.

RESPONSE:

- b. See enclosed the two most recent adopted budgets (2019 and 2020) provided by Valley, attached as **Appendix A-19-b**.

Appendix A-19-b

VALLEY TOWNSHIP									
2019 SEWER FUND BUDGET									
FUND 08									
				11/07/18	2018			2019	Increase
OLD	SEWER FUND REVENUES				BUDGET			BUDGET	(Decrease)
ACCT	ACCT. #								
		08.							
		Balance Forward						\$167,463	
	341.0000	INTEREST EARNINGS		\$6,586	\$8,500			\$8,000	(\$500) -5.9%
	354.0400	PA DCED GRANT			\$50,000			\$50,000	\$0 0.0%
364.1000	364.1200	SEWERAGE CHARGES		\$2,591,105	\$2,670,000			\$2,640,000	(\$30,000) -1.1%
NEW	364.1210	SEWERAGE PENALTY CHARGES		\$53,972				\$55,250	\$5,250 0.0%
364.1200	364.1100	CONNECTION FEES		\$3,829	\$10,000			\$5,000	(\$5,000) -50.0%
	364.1240	CONVEYANCE FEES		\$20,038	\$14,000			\$15,000	\$1,000 7.1%
364.1900	389.0000	MISCELLANEOUS REVENUES		\$0				\$0	\$0 0.0%
TOTAL REVENUES				\$2,675,529	\$2,752,500			\$2,940,713	\$188,213 6.8%
SEWER FUND EXPENDITURES									
429.1100	429.1120	SALARY - ADMINISTRATIVE		\$47,801	\$31,065	Senior Clerk	\$16,126	\$40,045	\$8,980 28.9%
						Clerk	\$13,311		
						Asst Sec-Treas	\$4,576		
						Sec-Treas	\$6,032		
11/14/2018	429.1400	SALARY - PUBLIC WORKS		\$32,555	\$65,770			\$28,000	(\$37,770) -57.4%
	429.1800	SALARY - OVERTIME						\$8,400	
						Clerks	\$900		
						Public Works	\$7,500		
429.2100	429.2150	POSTAGE		\$1,564	\$3,000	2 Utility billings		\$3,000	
new	429.2390	DIESEL FUEL FOR EMERG GENERATORS						\$900	
NEW	429.2391	PROPANE FOR EMERG GENERATORS						\$1,600	
429.2100	429.3420	PRINTING				2 Utility billings		\$2,800	\$2,800 0.0%
429.2200	429.3900	BANK CHARGES			\$45				(\$45) -100.0%
429.2300	429.3210	TELEPHONE		\$2,880	\$3,800			\$3,150	(\$650) -17.1%
429.3100	429.3130	ENGINEERING		\$30,630	\$30,000			\$25,000	(\$5,000) -16.7%
429.3200	429.3100	SOLICITOR FEES		\$93	\$0			\$0	\$0 0.0%
429.3300	429.3110	AUDITORS		\$6,167	\$4,800			\$3,423	(\$1,377) -28.7%
429.4300	429.3800	SEWAGE TREATMENT COSTS		\$2,674,977	\$2,338,000			\$2,600,000	\$262,000 11.2%
429.4500	429.3610	ELECTRICITY		\$13,238	\$15,100			\$16,500	\$1,400 9.3%
429.4600	429.3720	MAINT & REPAIR SVC - CONTRACTED		\$54,669	\$60,000			\$34,689	(\$25,311) -42.2%
						M&B	\$10,282		
						M & S Annual Pump Station	\$4,467		
						I&I Clean & Televisi Hayti E	\$19,940		
429.4630	429.6100	CAPITAL CONST. PA DCED GRANT			\$50,000			\$110,500	\$60,500 121.0%
429.4700	429.2270	SANITATION SUPPLIES		\$2,129	\$6,000			\$2,300	(\$3,700) -61.7%
429.4900	489.0000	MISCELLANEOUS EXPENSES			\$950				(\$950) -100.0%
		DUE TO GENERAL FUND			\$64,805				
429.3410	492.0100	BENEFIT ALLOCATION			\$60,500			\$60,406	(\$94) -0.2%
429.3400	492.0110	FACILITY & OFFICE EXPENSE						\$0	\$0 0.0%
TOTAL EXPENDITURES				\$2,866,701	\$2,733,835			\$2,940,713	\$206,878 7.6%
FUND 08 NET SURPLUS (DEFICIT)				(\$191,172)	\$18,665			\$0	

**VALLEY TOWNSHIP
Sewer Fund (08)
Funding Year 2020**

ACCOUNT DESCRIPTION	2019 BUDGET	2019 ACTUAL	2020	NOTES
INCOME				
BALANCE FORWARD	167,463			
08.332.1000 RESTITUTION		98,784.52		
08.341.0000 Interest Earnings	8,000.00	2,610.66	2,000.00	
08.354.0400 PA DCED GRANT	50,000.00			
08.364.1100 CONNECTION FEES	5,000.00	972.92	5,000.00	
08.364.1200 SEWERAGE CHARGES	2,640,000.00	1,976,818.51	2,679,500.00	
08.364.1210 SEWERAGE PENALTY CHARGES	55,250.00	45,326.74	60,000.00	
08.364.1240 Conveyance fees	15,000.00	11,981.76	14,500.00	
08.392.0810 Interfund Transfer - From CSB SF MM		237,623.54		
08.392.0830 TRANSFER FROM PLGIT SEWER ACCT				
Totals for Income	2,940,713.00	2,374,118.65	2,761,000.00	
EXPENSES				
08.429.1120 Salary - Administration	40,045.00	29,990.81	44,700.00	
08.429.1400 Salary - Public Works	28,000.00	7,403.65	11,100.00	
08.429.1800 Salary - Overtime	8,400.00	5,895.01	8,900.00	
08.429.2100 OFFICE SUPPLIES		466.61	500.00	

08.429.2150			
Postage	3,000.00		3,000.00
08.429.2270			
Sanitation Supplies	2,300.00	1,647.80	2,300.00
08.429.2390			
Diesel Fuel for Emergency Generators	900.00		900.00
08.429.2391			
Propane for Emergency Generators	1,600.00		1,600.00
08.429.3100			
SOLICITOR FEES		203.50	200.00
08.429.3110			
Audit Services	3,423.00	2,312.67	3,500.00
08.429.3130			
Engineering	25,000.00	18,885.25	26,000.00
08.429.3140			
LEGAL FEES		138.75	
08.429.3210			
08.429.3610			
ELECTRICITY	16,500.00	11,420.74	16,700.00
08.429.3720			
Maint & Repair Contracted Svc	34,689.00	45,802.26	30,895.00
08.429.3800			
Sewage Treatment Costs	2,600,000.00	2,111,431.56	2,750,000.00
08.482.4100			
Judgements & Damages		2,000.00	
08.491.0000			
REFUND OF PRIOR YEARS REVENUES		1,058.20	
08.492.0100			
Interfund Transfer to Gen Fund - Benefit A	60,406.00		
08.492.0800			
INTERFUND TRANSFER - SEWER FUND - NEW BANK		120,000.00	
Totals for Expenses	2,940,713.00	2,361,025.76	2,903,495.00
Net Surplus (deficit)	\$0.00	\$13,092.89	-\$142,495.00