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April 14, 2021

By Electronic Filing

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

RE: Community Utilities of Pennsylvania Inc. Water Divisions; Docket No. R-2021-3025206 ; **ERRATA TO SUPPLEMENT NO. 9 TO TARIFF WATER - Pa. PUC NO. 1- FILING FOR INCREASE IN RATES FOR THE SERVICE TERRITORIES FORMALLY KNOWN AS PENN ESTATES UTILITIES, INC., PENNSYLVANIA UTILITY CO., AND UTILITIES, INC. – WESTGATE AND REQUEST FOR CONSOLIDATION OF PROCEEDINGS**

Dear Secretary Chiavetta:

Enclosed for filing with the Pennsylvania Public Utility Commission on behalf of Community Utilities of Pennsylvania Inc. (CUPA) Water Divisions are the following documents:

- 1) Errata to Supplement No. 9 to Tariff Water - Pa. PUC No. 1 which increases rates for all customers for the service territories formally known as Penn Estates Utilities, Inc., Pennsylvania Utility Co., and Utilities, Inc. – Westgate;
- 2) Errata to Supporting Data required by 52 Pa. Code §53.52.

This filing is made to correct portions of Tariff Supplement No. 9 as filed and the corresponding data responses which were submitted in the original filing of April 12, 2021.

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
April 14, 2021
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CUPA is also making a similar errata filing today for its Wastewater tariff. CUPA requests that these dockets be consolidated pursuant to 52 Pa. Code § 5.81 because these proceedings involve common questions of fact and law.

A copy of the enclosed materials has been served upon the Commission's Bureau of Investigation and Enforcement, the Pennsylvania Office of Consumer Advocate and the Office of Small Business Advocate.

Thank you for your attention to this matter. If you have any questions, please feel free to call either me or undersigned counsel.

Very truly yours,

/s/ Bryce R. Beard

Thomas J. Sniscak (Attorney ID No. 33891)
Whitney E. Snyder (Attorney ID No. 316625)
Bryce R. Beard (Attorney ID No. 325837)

*Counsel for
Community Utilities of Pennsylvania Inc.*

BRB/das
Enclosures

cc: Per Certificate of Service

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 MAIL ONLY

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/s/ Bryce R. Beard

Thomas J. Sniscak
Whitney E. Snyder
Bryce R. Beard

Dated this 14th day of April, 2021

COMMUNITY UTILITIES OF PENNSYLVANIA INC.

RATES, RULES AND REGULATIONS GOVERNING

THE PROVISION OF WATER SERVICE

TO THE PUBLIC IN STROUD AND POCONO TOWNSHIPS IN MONROE COUNTY, A
PORTION OF HANOVER TOWNSHIP IN NORTHAMPTON COUNTY, AND PORTIONS
OF LEHMAN TOWNSHIP IN PIKE COUNTY,

PENNSYLVANIA

Service Territory Formally Known as Penn Estates Utilities, Inc., Utilities, Inc., and
Pennsylvania Utility Company

ISSUED: April 12, 2021

EFFECTIVE: June 12, 2021

ISSUED BY:

Bryce Mendenhall, President
500 W. Monroe Suite 3600
Chicago, IL 60660
(800) 860-4512

NOTICE

THIS TARIFF SUPPLEMENT INCREASES AND CHANGES THE SCHEDULE OF
RATES FOR ALL CUSTOMERS IN PENN ESTATES UTILITIES, INC,
PENNSYLVANIA UTILITY CO. AND UTILITIES INC. - WESTGATE SERVICE
TERRITORIES

LIST OF CHANGES

Supplement No. 9 increases the schedule of rates applicable to all metered customers and fire protection customers in accordance with the Pennsylvania Public Utility Commission's Final Order in Docket. No. R-2019-3008947. The increase moves rates toward unitization as stated in the Joint Petition filed at the foregoing docket. The increase in annual operating revenue is intended to produce an additional \$757,511 per year

Supplement No. 9 adjusted to reflect charges billed quarterly to be billed on a monthly basis in arrears.

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(C) Indicates Change

PART I: SCHEDULE OF RATES AND CHARGES
(Service Territory Formally Known as Penn Estates Utilities, Inc.)

All water supplied by the Company shall be metered and the water usage shall be paid for in accordance with the following schedule of rates:

Section A - Rates for Metered Service

Residential

1. **Customer Charge:** Each customer will be assessed a customer service charge based upon the size of the customer's meter as follows:

<u>Meter Size</u>		
5/8 inch	\$23.10/per month	(I)
1 inch	\$47.90/per month	(I)
1 1/2 inch	\$89.25/per month	(I)
2 inch	\$138.86/per month	(I)

2. **Consumption Charge:** In addition to the customer charge, the following water consumption charges will apply:

Rate per 1,000 Gals.	\$11.93	(I)
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3. **Consumption Charge (Low-Income):** In addition to the customer charge, the following water consumption charges will apply:

Rate per 1,000 Gals. less than 3,500 Gals	\$4.13	(C)
Rate per 1,000 Gals. more than 3,500 Gals	\$11.93	(C)(I)

Pool

1. **Customer Charge:** Each customer will be assessed a customer service charge based upon the size of the customer's meter as follows:

<u>Meter Size</u>		
5/8 inch	\$23.10/per month	(I)
1 inch	\$47.90/per month	(I)
1 1/2 inch	\$89.25/per month	(I)
2 inch	\$138.86/per month	(I)

2. **Consumption Charge:** In addition to the customer charge, the following water consumption charges will apply:

Rate per 1,000 Gals.	\$10.99	(I)
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Rates will be payable in arrears and will be billed monthly.

- (I) Indicates Increase
(C) Indicates Change

PART I: SCHEDULE OF RATES AND CHARGES (CONT'D)
(Service Territory Formally Known as Penn Estates Utilities, Inc.)

Clubhouse

1. Customer Charge: Each customer will be assessed a customer service charge based upon the size of the customer's meter as follows:

Meter Size

5/8 inch	\$23.10/per month	(I)
1 inch	\$47.90/per month	(I)
1 1/2 inch	\$89.25/per month	(I)
2 inch	\$138.86/per month	(I)

2. Consumption Charge: In addition to the customer charge, the following water consumption charges will apply:

Rate per 1,000 Gals.	\$10.99	(I)
----------------------	---------	-----

Section B - Fire Protection Rates

1. Private Fire Protection:
Not applicable.
2. Public Fire Protection:
No separate fee is charged for public fire protection.

Rates will be payable in arrears and will be billed monthly.

(I) Indicates Increase

PART I: SCHEDULE OF RATES AND CHARGES (CONT'D)
(Service Territory Formally Known as Penn Estates Utilities, Inc.)

Section C - Returned Check Charge

A charge of \$25 will be assessed any time where a check which has been presented to the Company for payment on account has been returned by the payor's bank for any reason.

Section D - Availability Rates

The flat rate availability charge for a lot upon which no structure has been erected will be \$14.00 (D) per month. These charges will be payable in arrears and will be billed quarterly.

Section E - Service Termination or Resumption Rates

The fee for shut-off or turn-on of service at the curb stop shall be \$30.00 during regular business hours and \$75.00 during non-regular business hours.

Section F - Meter Test Rates

Consistent with Commission regulation at 52 Pa. Code §65.8(h), the fee schedule for testing of meters shall be as follows:

1 inch or less	\$10.00
1 1/4 inch - 2 inch	\$20.00

These amounts may vary without revision of this tariff so as to be consistent with Commission regulations.

Fees for testing meters over 2 inches or for testing meters so located that testing costs are disproportionate to the stated fees shall be as established by the Company based upon the actual cost of the test.

Section G – Tampering Fee

Unauthorized connections, repairs, or other tampering with the system will render the service subject to immediate discontinuation without notice and water service shall not be restored until such unauthorized connections, repairs, and other tampering with the system have been removed and unless settlement is made in full and for water service estimated by the Company to have been used by reason for such unauthorized connection. The fee for these unauthorized connections, repairs, and system tampering shall be \$200 plus any actual costs to repair.

(D) Indicates Decrease

PART I: SCHEDULE OF RATES AND CHARGES (CONT'D)
(Service Territory Formally Known as Utilities, Inc. - Westgate)

All water supplied by the Company shall be metered and the water usage shall be paid for in accordance with the following schedule of rates:

Section A - Rates for Metered Residential Service

1. Customer Charge: Each customer will be assessed a customer service charge based upon the size of the customer's meter as follows:

<u>Meter Size</u>		
5/8 inch	\$23.10/per month	(I)
1 inch	\$47.90/per month	(I)
1 1/2 inch	\$89.25/per month	(I)
2 inch	\$138.86/per month	(I)

2. Consumption Charge: In addition to the customer charge, the following water consumption charges will apply:

Rate per 1,000 Gals.	\$11.93	(I)
----------------------	---------	-----

3. Consumption Charge (Low-Income): In addition to the customer charge, the following water consumption charges will apply:

Rate per 1,000 Gals. less than 3,500 Gals	\$4.13	(C)
Rate per 1,000 Gals. more than 3,500 Gals	\$11.93	(I)

Purchased Water Adjustment Clause

A Purchased Water Adjustment Clause of \$0.00 per 1,000 gallons is applied to metered sales.

Section B - Rates for Metered Commercial Service

1. Customer Charge: Each metered commercial customer will be assessed a customer service charge based upon the size of the customer's meter as follows:

<u>Meter Size</u>	<u>Customer Charge per Month</u>	
5/8 inch	\$23.10/per month	(I)
1 inch	\$47.90/per month	(I)
1 1/2 inch	\$89.25/per month	(I)
2 inch	\$138.86/per month	(I)

2. Consumption Charge: In addition to the customer charge, the following water consumption charges will apply:

Rate per 1,000 Gals.	\$10.99	(I)
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Purchased Water Adjustment Clause

A Purchased Water Adjustment Clause of \$0.00 per 1,000 gallons is applied to metered sales.

- (I) Indicates Increase
(C) Indicates Change

PART I: SCHEDULE OF RATES AND CHARGES (CONT'D)
(Service Territory Formally Known as Utilities, Inc. - Westgate)

Section C – Fire Protection Rates

1. Public Fire Protection: For public fire protection, the charge shall be \$120.52 per hydrant per month. (I)

Section D – Returned Check Charge

A charge of \$25 will be assessed any time where a check which has been presented to the Company for payment on account has been returned by the payor’s bank for any reason.

Section E – Tampering Fee

Unauthorized connections, repairs, or other tampering with the system will render the service subject to immediate discontinuation without notice and water service shall not be restored until such unauthorized connections, repairs, and other tampering with the system have been removed and unless settlement is made in full and for water service estimated by the Company to have been used by reason for such unauthorized connection. The fee for these unauthorized connections, repairs, and system tampering shall be \$200.00 plus any actual costs to repair.

Section F – Service Termination or Resumption Rates

The fee for shut-off or turn-on service at the curb stop shall be \$30.00 during regular business hours and \$75.00 during non-regular business hours.

Section G – Meter Test Rates

Consistent with Commission regulation at 52 Pa. Code Section 65.8(h), the fee schedule for testing of meters shall be as follows:

1 inch or less	\$10.00
1 ¼ inch – 2 inch	\$20.00

These amounts may vary without revision of this tariff so as to be consistent with Commission regulations.

Fees for testing meters over 2 inches or for testing meters so located that testing costs are disproportionate to the stated fees shall be as established by the Company based upon the actual cost of the test.

Section H – Construction Rates

The rate charge for building construction shall be at regular tariff metered service rates. A monthly deposit of \$20.00, or an amount based on the estimated use for a monthly billing period, will be required in advance.

- (I) Indicates increase.

PART I: SCHEDULE OF RATES AND CHARGES (CONT'D)
(Service Territory Formally Known as Utilities, Inc. - Westgate)

Section I - Purchased Water Adjustment Charge

The Company may apply a Purchased Water Adjustment Clause ("PWAC") to its water rates set forth under Schedule of Rates and Charges to reflect an increase or decrease in the rates charged by its wholesale water supplier, the City of Bethlehem ("City").

The PWAC will be calculated based on changes in the customer charges contained in Schedule G Meter Rates-Sales for Resale of the City's Tariff Water PA. P.U.C. No. 6. For purposes of calculating the PWAC, the amount collected or refunded will be the difference between the consumption charge rate per 1,000 gallons contained in the Company's Schedule of Rates and Charges and the customer charges contained in Schedule G of the City's tariff. The Company will revise the Tariff consumption charge in its base rate cases to mirror the customer charges in Schedule G of the City's tariff and set its PWAC to zero. Between rate cases, the Company will use the PWAC to reflect changes in the rates contained in Schedule G of the City's tariff. The Company will provide notice to its customers of changes in rates resulting from application of the PWAC.

The baseline items determined in the Company's most recent PWAC calculation:

$$(50,434,644 \text{ gallons} \times \$3.969/1,000\text{gallon}) + (\$17,486.52 \text{ fixed charges}) = \$217,661.62 \quad (\text{C})$$

Determination of Purchased Water Adjustment Charge

A PWAC may be implemented on the effective date of a change in the City's wholesale rates charged to the Company for purchased water but not on less than 45 days notice to the customer. The Company may, at its option, implement a PWAC to recover an increase in purchased water costs. However, if the rate change is a decrease, the Company must implement a credit PWAC to reflect the decrease.

The items used to calculate the PWAC are:

- A. The projected cost of the volume of water purchased from the City in the prior 12 months at the City's revised rate per 1,000 gallons.

(C) - Indicates Change

Part I: SCHEDULE OF RATES AND CHARGES (CONT'D)
 (Service Territory Formally Known as Public Utility Company – Lehamn Township, Pike
 County)

Section A - Rates for Service

The charge per residential dwelling unit for water service per quarter as follows:

Residential (Metered Rate):

1. **Customer Charge:** Each customer will be assessed a customer service charge based upon the size of the customer's meter as follows:

<u>Meter Size</u>		
5/8 inch	\$23.10/per month	(C)
1 inch	\$47.90/per month	(C)
1 1/2 inch	\$89.25/per month	(C)
2 inch	\$138.86/per month	(C)
6 inch	\$833.39/per month	(C)

2. **Consumption Charge:** In addition to the customer charge, the following water consumption charges will apply:

Rate per 1,000 Gals.	\$11.93	(I)
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3. **Consumption Charge (Low-Income):** In addition to the customer charge, the following (C) water consumption charges will apply:

Rate per 1,000 Gals. less than 3,500 Gals	\$4.13	(C)
Rate per 1,000 Gals. more than 3,500 Gals	\$11.93	(I)

Commercial (Metered Rate):

Customer Charge: Each metered commercial customer will be assessed a customer service charge based upon the size of the customer's meter as follows:

- | <u>Meter Size</u> | <u>Customer Charge per Month</u> | |
|-------------------|----------------------------------|-----|
| 5/8 inch | \$23.10/per month | (C) |
| 1 inch | \$47.90/per month | (C) |
| 1 1/2 inch | \$89.25/per month | (C) |
| 2 inch | \$138.86/per month | |
2. **Consumption Charge:** In addition to the customer charge, the following water consumption charges will apply:

Rate per 1,000 Gals.	\$10.99	(C)
----------------------	---------	-----

(C) - Indicates Change

(I) - Indicates Increase

Part I: SCHEDULE OF RATES AND CHARGES (CONT'D)
(Service Territory Formally Known as Public Utility Company – Lehamn Township, Pike
County)

Booster Pumps. In certain sections of the development, customers will be required to install booster pumps to maintain adequate pressures. In such circumstances where booster pumps are required, it shall be the customer's responsibility to purchase, install, operate, maintain, repair and replace the booster pump at each residential premises.

Section B - Availability Rates

The flat rate availability charge for a lot upon which no structure has been erected will be \$14.00 per month. These charges will be payable in arrears and will be billed quarterly. (C)

(C) - Indicates Change

Community Utilities of Pennsylvania Inc.
Water Division

Supporting Data
for
Docket No. R-2021-_____

By

David Clark
Financial Analyst II

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OF THE COMMISSIONS TARIFF REGULATIONS**

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Community Utilities of Pennsylvania Inc.
Water Division

R-2021-_____

Statement of Reasons for Rate Increase
Answer to 52 PA. Code 53.52 (b) (1)

Community Utilities of Pennsylvania – Water Operations

Community Utilities of Pennsylvania Inc. (“Company”) is filing Supplement No. 9 to Tariff Water – Pa. P.U.C. No. 1. on April 12th, 2021 with a requested effective date of June 12th, 2021 for the purpose of increasing water service revenue by \$757,517 per annum which represents a 36.78% increase over the service revenues previously generated by the service territories formally known as Penn Estates Utilities, Inc., Utilities Inc. – Westgate, and Pennsylvania Utility Company.

For the twelve months ended December 31, 2020, December 31, 2021, and December 31, 2022, respectively, utility operations produced book net income, forecasted net income under present rates, and fully projected pro-forma net income under proposed rates as follows:

<u>Period</u>	<u>Net Income/(Loss)</u>	<u>Reference</u>
Base Year per Books (12/31/2020)	(\$12,837) ¹	Section 1 (pp. 1-19)
Future Test Year (12/31/2021)	\$4,803 ¹	Section 1 (pp. 1-19)
Future Test Year (12/31/2022)	(\$82,433) ¹	Section 1 (pp. 1-19)
Pro-Forma Proposed (12/31/2022)	\$448,732 ²	Section 1 (pp. 1-19)

The current rate filing is necessary to realize a reasonable rate of return on the Company’s actual and forecasted capital investment and recover forecasted operating expenses. The factors given consideration in calculating the proposed increase are set forward in the following narrative.

Operating Revenues

The per books operating revenue for the twelve months ended December 31, 2020 totaled \$1,975,756. The Company performed a billing analysis to reflect the proper level of service revenue for the test years ended December 31, 2020, December 31, 2021, and December 31, 2022. The analysis produced an adjustment that resulted in an overall increase in service revenue of \$44,241 for the twelve months

¹ Present rates

² Proposed rates

Community Utilities of Pennsylvania Inc.
Water Division

R-2021-_____

Statement of Reasons for Rate Increase
Answer to 52 PA. Code 53.52 (b) (1)

ended December 31, 2021 and an overall decrease in service revenue of \$18,226 for the twelve months ended December 31, 2022. These adjustments, combined with projected levels of miscellaneous revenues, forfeited discounts, and uncollectible accounts produce pro-forma operating revenue under present rates of \$2,072,684 and \$2,054,458 for the twelve months ended December 31, 2021, and December 31, 2022 respectively. After accounting for the increase in uncollectible accounts (\$5,511) related to the Company's revenue request of \$752,005, the Company's proposed fully projected test year operating revenue is \$2,806,442.

Operating Expenses

For the twelve months ended December 31, 2020, December 31, 2021, and December 31, 2022, respectively, utility operations produced per book, forecasted, and fully projected pro-forma operating expenses as follows:

<u>Period</u>	<u>Operating Expense</u>	<u>Reference</u>
Base Year Per books (12/31/2020)	\$1,830,540	Section 1 (pp. 1-11)
Future Test Year (12/31/2021)	\$1,852,738	Section 1 (pp. 1-11)
Future Test Year (12/31/2022)	\$1,896,425	Section 1 (pp. 1-11)
Fully projected (12/31/2022)	\$2,117,259	Section 1 (pp. 1-11)

The Company has projected net increased operating expenses of \$286,719 between the base year ended December 31, 2020 and the fully projected future test year ended December 31, 2022 as reflected in response to tariff Regulation c (1) Sheets1b and 1c.

Original Cost – Plant in Service

The original costs of the plant in service at December 31, 2020 were compiled through Company records. The gross plant in service per books at the end of the base year is \$13,579,565. Pro-forma plant additions of \$1,286,300 and \$1,293,758 for the future test years ended December 31, 2021, and December

Community Utilities of Pennsylvania Inc.
Water Division

R-2021-_____

Statement of Reasons for Rate Increase
Answer to 52 PA. Code 53.52 (b) (1)

31, 2022 respectively have been included on Tariff Regulation (c) (3) to reflect the fully projected future test year level of utility plant in service as of December 31, 2022.

Accumulated Depreciation and Annual Depreciation Expense

The calculations of annual and accumulated depreciation are based upon the straight-line method. An adjustment has been made to calculate pro-forma depreciation expense and the level of pro-forma accumulated depreciation using class of asset rates on the Company's books, going level, as well as, projected plant in service as of December 31, 2021, and December 31, 2022. This adjustment results in an increase to depreciation expense of \$98,197 and increase of \$38,955 for the future test years ended December 31, 2021, and December 31, 2022 respectively. The pro-forma accumulated depreciation amounts to \$4,573,309 and \$4,948,852 as of December 31, 2021, and December 31, 2022 respectively. Please see Supporting Schedules No. 4 and No. 9 in Section 2.

Calculation of Rate Base

Eight elements were used to determine rate base for the Company have been included on Tariff Regulation (c) (3). They are as follows:

- I. Net Plant in Service
- II. Cash Working Capital
- III. Contributions in Aid of Construction (Net)
- IV. Accumulated Deferred Income Taxes
- V. Customer Deposits
- VI. Net Plant Acquisition Adjustment
- VII. Deferred Charges
- VIII. Pro forma Plant Additions (Net of Retirements)

- I. Net Plant in Service

Net Plant in Service was determined by deducting pre-books and pro forma accumulated depreciation from per books and pro forma gross utility plant in service as of December 31, 2020, December 31, 2021, and December 31, 2022.

Community Utilities of Pennsylvania Inc.
Water Division

R-2021-_____

Statement of Reasons for Rate Increase
Answer to 52 PA. Code 53.52 (b) (1)

Water Operations	Supporting Schedule No.	Per Books Base Year Ended 12/31/2020	Future Test Year Ended 12/31/2021	Pro-forma FPFTY Ended 12/31/2022
Utility Plant in Service	(c)(3)	\$ 12,772,225	\$ 14,865,865	\$ 16,159,623
Accumulated Depreciation	(c)(4)	(4,236,721)	(4,573,309)	(4,948,852)
Net Utility Plant:		\$ 8,535,504	\$ 10,292,556	\$ 11,210,771

II. Cash Working Capital

The amount included for Cash Working Capital is based on 1/8 method using per books and pro forma operating and maintenance expenses of \$1,645,564, \$1,559,458, and \$1,602,795 for the test years ended December 31, 2020, December 31, 2021, and December 31, 2022 respectively resulting in cash working capital levels of \$205,695, \$194,932, and \$200,349 for the test years ended December 31, 2020, December 31, 2021, and December 31, 2022 respectively. Please see Supporting Schedules No. 11 in Section 2.

III. Contribution in Aid of Construction

The amount included in Contributions in Aid of Construction are per books and projected pro-rated amounts of (\$1,296,000), (\$1,265,498), and (\$1,234,996) for the test years ended December 31, 2020, December 31, 2021, and December 31, 2022.

IV. Accumulated Deferred Income Taxes

The amount included in Accumulated Deferred Income Taxes are per books and projected pro-rated amounts of (\$429,861), (\$439,887), and (\$454,825) for the test years ended December 31, 2020, December 31, 2021, and December 31, 2022.

V. Customer Deposits

The amount included in Customer Deposits are per books (\$1,442), for the test years ended December 31, 2020, December 31, 2021, and December 31, 2022 respectively.

Community Utilities of Pennsylvania Inc.
Water Division

R-2021-_____

Statement of Reasons for Rate Increase
Answer to 52 PA. Code 53.52 (b) (1)

VI. Plant Acquisition Adjustment

The amount included in Plant Acquisition Adjustment is the per books number net of accumulated amortization as of December 31, 2020 and amounts to (\$655,405). Net PAA is rolled forward to December 31, 2021 and December 31, 2022 using current amortization rates and result in Net PAA of (\$755,960) and (\$719,891) for the test years ended December 31, 2021, and December 31, 2022 respectively

VII. Deferred Charges

The amount included in Deferred Charges are per books and projected pro-rated amounts of \$156,670, \$111,381, and \$93,189 for the test years ended December 31, 2020, December 31, 2021, and December 31, 2022.

Rate of Return

The Company uses the capital structure of its parent company, Utilities, Inc. to calculate its rate of return. Utilities Inc.'s capital structure as of December 31st, 2020 is as follows:

Debt	\$342,293,595
Common Equity	311,966,040
Total Capital	\$654,259,635

For December 31, 2022, the Company adopts a 52.32% debt-to-equity capital ratio and 5.05% cost of debt. The Company has utilized an overall 7.58% weighted average cost of capital and 10.35% cost of equity for this application.

Tariff Design

Community Utilities is proposing to consolidate rates between its three service territories formally known as Penn Estates Utilities, Inc. and Utilities, Inc. – Westgate, and Tamiment. The overall proposed increase in an average 5/8" meter size customer's bill is approximately 27.72% for customers of the

**Community Utilities of Pennsylvania Inc.
Water Division**

R-2021-_____

**Statement of Reasons for Rate Increase
Answer to 52 PA. Code 53.52 (b) (1)**

formally known territories of Penn Estates Utilities, Inc. and Utilities, Inc. – Westgate, and a decrease of 70.86% for customers of the formally known territory of Tamiment as follows:

**Community Utilities of Pennsylvania
Average Bills**

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	
					12/31/20	Average			PWAC	Average	12/31/22	Proposed	Proposed	Proposed	Proposed	
Line	Name	W/WW	Class	Meter Size	Usage	BFC	Usage Rate	Surcharge	Bill	Average	Usage	BFC*	Usage*	Average Bill	Increase	Increase %
1.	CUPA Consolidated Service Territories	W	RES	5/8"	4,089	\$ 17.25	\$ 9.28	\$ -	\$ 55.21	3,976	\$ 23.10	\$ 11.92	\$ 70.51	\$ 15.30	27.72%	
2.	Tamiment Service Territory	W	RES	5/8"	2,816	\$ 18.18	\$ 5.13	\$ -	\$ 32.63	2,738	\$ 23.10	\$ 11.92	\$ 55.75	\$ 23.12	70.86%	
3.	Low Income Customer	W	RES	5/8"	3,500	\$ 17.25	\$ 9.28	\$ -	\$ 49.74	3,500	\$ 23.10	\$ 4.13	\$ 37.54	\$ (12.20)	-24.53%	

A billing analysis at present rates was prepared for the twelve months ended December 31, 2020, December 31, 2021, and December 31, 2022. The Calculations are contained in supporting Schedule No. 1. The results of that analysis were used to prepare proof of revenues for the proposed rates contained in supporting Schedule No. 2. The allocation of the proposed revenues is shown in response to tariff Regulation (b) (4).

General Comments

Community Utilities of Pennsylvania water service territories the Company is forecasting for operating and maintenance expenses to increase of 16% and is forecasted to spend \$2.5 million in capital through the December 31, 2022 fully projected future test year. The Company's water service territories have experienced an average declining consumption of 1.39% over the last 12 years as a result of consumer conservation efforts along with advances in household technology. The proposed level of operating revenue will allow the Company enough revenue to meet debt obligations and recover reasonable levels of operating cost and capital investments. The Increased revenue for Community Utilities of Pennsylvania Inc.'s water division will also ensure continued safe and adequate service to its customers.

**Community Utilities of Pennsylvania Inc.
Water Operations**

**Operating Revenue for the Base Year Ended December 31, 2020 Under Present Rates,
the Future Test Year Ended December 31, 2021, and the FPFTY Ended December 31, 2022. Under Present Rates
Answer to 52 Pa. Code 53.52 (b)(2)**

<u>Water Operations</u>			Pro-forma Revenue at Present Rates Future Test Year Ended 12/31/2021	Pro-forma Revenue at Present Rates FPFTY Ended 12/31/2022
Customer Classification	Base Year Ended 12/31/2020			
<u>Volumetric Revenue</u>				
Residential	\$ 1,312,552	\$	1,294,307	\$ 1,276,316
Commercial	18,296		18,041	17,806
Total Volumetric Revenue	1,330,847		1,312,349	1,294,122
<u>Flat/Base Rate Revenue</u>				
Residential	\$ 687,585	\$	687,585	\$ 687,585
Commercial	17,562		17,562	17,562
Availability	35,394		35,394	35,394
Fire Hydrant	24,831		24,831	24,831
Total Flat Rate Revenue	765,372		765,372	765,372
Forfeited Discounts	(1,407)		6,137	6,137
Miscellaneous Service Revenues	4,905		3,810	3,810
Purchased Services	-		-	-
Accruals	(56,290)		-	-
Total Operating Revenues	\$ 2,043,427	\$	2,087,668	\$ 2,069,441

Community Utilities of Pennsylvania Inc.
Water Operations
Number of Customer Equivalents served at December 31, 2020,
and the Future Test Year Ended December 31, 2021, and FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (b)(3)

<u>Water Operations</u>		Pro-forma	Pro-forma
<u>Customer Classification</u>	<u>Total Customers</u>	<u>Customers</u>	<u>Customers</u>
	12/31/2020	12/31/2021	12/31/2022
<u>Customers</u>	[1]		
Residential	3,191	3,191	3,191
Commercial	50	50	50
School	0	0	0
Availability	110	110	110
Fire Hydrant (# of Hydrants)	61	61	61
Total Flat Rate Customers	<u>3,412</u>	<u>3,412</u>	<u>3,412</u>

Community Utilities of Pennsylvania Inc.
Water Operations
Statement of Operating Revenue Under the Existing and Proposed Rates for the Base Year Ended
December 31, 2020, the Future Test Years Ended December 31, 2021 and December 31, 2022, and FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (b)(4)

<u>Water Operations</u>	Schedule Number	Base Year Ended 12/31/2020	Change	Future Test Year Ended 12/31/2021	Change	Future Test Year Ended 12/31/2022	Change	Proposed FPFTY Ended 12/31/2022
<u>Volumetric Revenue</u>	(b)(2)							
Residential	(b)(2)	\$ 1,312,552	\$ (18,244)	\$ 1,294,307	\$ (17,991)	\$ 1,276,316	\$ 469,451	\$ 1,745,767
Commercial	(b)(2)	18,296	(254)	18,041	(235)	17,806	6,549	24,355
Total Volumetric Revenue		<u>\$ 1,330,847</u>	<u>\$ (18,499)</u>	<u>\$ 1,312,349</u>	<u>\$ (18,226)</u>	<u>\$ 1,294,122</u>	<u>\$ 476,000</u>	<u>\$ 1,770,122</u>
<u>Flat/Base Rate Revenue</u>								
Residential	(b)(2)	\$ 687,585	\$ -	\$ 687,585	\$ -	\$ 687,585	\$ 252,905	\$ 940,490
Commercial	(b)(2)	17,562	-	17,562	-	17,562	6,460	24,022
Availability	(b)(2)	35,394	-	35,394	-	35,394	13,018	48,412
Fire Hydrant	(b)(2)	24,831	-	24,831	-	24,831	9,133	33,964
Total Flat Rate Revenue		<u>765,372</u>	<u>-</u>	<u>765,372</u>	<u>-</u>	<u>765,372</u>	<u>281,517</u>	<u>1,046,889</u>
Forfeited Discounts	(b)(2)	\$ (1,407)	\$ 7,544	\$ 6,137	\$ -	\$ 6,137	\$ -	\$ 6,137
Miscellaneous Service Revenues	(b)(2)	4,905	(1,095)	3,810	-	3,810	-	3,810
Purchased Services	(b)(2)	-	-	-	-	-	-	-
Accruals	(b)(2)	(56,290)	56,290	-	-	-	-	-
Total Operating Revenues		<u>\$ 2,043,427</u>	<u>\$ 44,241</u>	<u>\$ 2,087,668</u>	<u>\$ (18,226)</u>	<u>\$ 2,069,441</u>	<u>\$ 757,517</u>	<u>\$ 2,826,958</u>

Going Level Adjustments [1]

Customer Classification

Residential	\$ (18,244)
Commercial	(254)

School

Availability	-
Commercial	-
Availability	-
Fire Hydrant	-
See supporting Schedule No. 1	\$ (18,499)

Future Test Year Ended 12/31/22 Adjustments [1]

Customer Classification

Residential	\$ (17,991)
Commercial	(235)

School

Availability	-
Commercial	-
Availability	-
Fire Hydrant	-
See supporting Schedule No. 2	\$ (18,226)

FPFTY Ended 12/31/22 Adjustments

Volumetric Revenue

Residential	\$ 469,451
Commercial	\$ 6,549

Flat/Base Rate Revenue

Residential	252,905
Commercial	6,460
Availability	13,018
Fire Hydrant	9,133
See supporting Schedule No. 2	\$ 757,517

**Community Utilities of Pennsylvania Inc.
Water Division
Whose Bills will be Decreased Under the Proposed Tariff
for the Twelve Months Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (b)(5)**

Under the proposed tariff, no Community Utilities of Pennsylvania water customer will receive a bill decrease

Community Utilities of Pennsylvania Inc.
Water Operations
Statement of Net Operating Income Under the Existing and Proposed Rates for the Base Year Ended
December 31, 2020, the Future Test Years Ended December 31, 2021 and December 31, 2022, and the FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (c)(1) - Sheet No. 1a

Water Operations	Schedule Number	Per Books Base Year Ended 12/31/2020	Change	Future Test Year Ended 12/31/2021	Change	Future Test Year Ended 12/31/2022	Change	Proposed FPFTY Ended 12/31/2022
<u>Operating Revenue</u>								
Gross Operating Revenue	(b)(2)	\$ 2,043,427	\$ 44,241	\$ 2,087,668	\$ (18,226)	\$ 2,069,441	\$ 757,517	\$ 2,826,958
Allowance for Uncollectible Accounts	Sup. Sch. No.3	(70,671)	55,688	(14,984)	-	(14,984)	(5,511)	(20,495)
Net Operating Revenue		<u>1,972,756</u>	<u>99,929</u>	<u>2,072,684</u>	<u>(18,226)</u>	<u>2,054,458</u>	<u>752,005</u>	<u>2,806,463</u>
<u>Operating Expenses</u>								
Operating Expenses	(c)(1) - Sheet No. 1b	\$ 1,619,437	\$ (104,586)	\$ 1,514,852	\$ 31,791	\$ 1,546,642	\$ -	\$ 1,546,642
Depreciation	Sup. Sch. No. 4	238,391	98,197	336,588	38,955	375,543	-	375,543
Amortization of CIAC	Sup. Sch. No. 4	(37,633)	7,130	(30,502)	-	(30,502)	-	(30,502)
Amortization of PAA	Sup. Sch. No. 4	(43,334)	7,265	(36,069)	-	(36,069)	-	(36,069)
Taxes Other than Income	Sup. Sch. No. 5	45,595	20,323	65,918	8,386	74,304	5,015	79,320
<u>Income Taxes</u>								
Federal Income Tax	Sup. Sch. No. 6	\$ 7,419	\$ (6,143)	\$ 1,277	\$ (23,189)	\$ (21,913)	\$ 141,196	\$ 119,283
State Income Tax	Sup. Sch. No. 6	665	10	675	(12,256)	(11,581)	74,624	63,043
Total Operating Expenses		<u>1,830,540</u>	<u>22,198</u>	<u>1,852,738</u>	<u>43,686</u>	<u>1,896,425</u>	<u>220,835</u>	<u>2,117,259</u>
Net Operating Income		<u>\$ 142,215</u>	<u>\$ 77,731</u>	<u>\$ 219,946</u>	<u>\$ (61,913)</u>	<u>\$ 158,033</u>	<u>\$ 531,171</u>	<u>\$ 689,204</u>

Community Utilities of Pennsylvania Inc.
Water Operations
Statement of Operating Expenses for the Base Year Ended December 31, 2020,
the Future Test Year Ended December 31, 2021, and the FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (c)(1) - Sheet No. 1b

Water Operations

NARUC Acct. No.	Account Description	Per Books Base	Per Book & Going		Pro Forma Expenses	Per Book & Going		Pro Forma Expenses
		Year Ended 12/31/20	No.	Level Adjustments Amount	at Going Rates 12/31/2021	No.	Level Adjustments Amount	at Going Rates 12/31/2022
701	Water - Salaries & Wages - Employees	\$ 369,325	1,2	\$ 7,579	\$ 376,904	1,2	\$ 19,296	\$ 396,201
704	Water - Employee Pensions & Benefits	27,617	3	77,203	104,821	3	7,169	111,990
711	Water - Sludge Hauling & Sewer Rodding	-	4	-	-	4	-	-
615	Water - Purchased Power	120,160	5	(16,295)	103,865	5	2,245	106,110
610	Water - Purchased Water	263,128	6	(42,003)	221,125	6	(3,462)	217,663
718	Water - Chemicals	84,730	7	19,771	104,502	7	9,397	113,899
720	Water - Materials, Supplies, and Other Maintenance Expense	257,786	8	(134,351)	123,435	8	(6,492)	116,943
731	Water - Engineering Fees	18,556	9	(8,840)	9,716	9	237	9,953
732	Water - Contractual Services - Accounting	-	10	-	-	10	-	-
733	Water - Contractual Services - Legal	437	11	3,320	3,758	11	58	3,815
736	Water - Contractual Services - Other	350,033	12	(75,351)	274,682	12	(2,360)	272,323
741	Water - Rental of Building/Real Property	2,565	13	(1,924)	641	13	(641)	-
750	Water - Transportation Expenses	3,146	14	19,539	22,686	14	(105)	22,580
759	Water - Insurance - Other	4,170	15	40,469	44,639	15	5,529	50,168
760	Water - Advertising Expense	-	16	-	-	16	-	-
675	Water - Office Utilities, Supplies & Other Office Expenses	30,322	17	16,220	46,542	17	(1,596)	44,946
766	Water - Regulatory Commission Expenses - Amortization of Rate Case Expense	26,331	18	10,378	36,709	18	-	36,709
767	Water - Regulatory Commission Expenses - Other	12,820	19	(12,820)	-	19	-	-
775	Water - Testing, Meter Reading, and Miscellaneous Expense	\$ 48,310	20	\$ (7,483)	\$ 40,827	20	\$ 2,516	\$ 43,343
	Total Operating and Maintenance Expenses	\$ 1,619,437		\$ (104,586)	\$ 1,514,852		\$ 31,791	\$ 1,546,642

Community Utilities of Pennsylvania Inc.
Water Division
Adjustments to (c)(1) Sheet 1b
Answer to 52 Pa. Code 53.52 (c)(1) - Sheet No. 1c

<u>Going Level Adjustments [1]</u>	<u>2021</u>	<u>2022</u>
1 An adjustment is required to reflect the forecasted level of salary expense.		
Going Level Adjustment	\$ 33,718	\$ 19,085
2 An adjustment is required to reflect the forecasted level of Capitalized Time Charged to Plant for employees allocated to Community Utilities of PA Inc.		
Going Level Adjustment	\$ (26,139)	\$ 211
3 An adjustment is required to reflect the forecasted level of Pension and Benefits for Employees Allocated to Community Utilities of PA Inc.		
Going Level Adjustment	\$ 77,203	\$ 7,169
4 An adjustment is required to reflect the forecasted level of Sludge Hauling and Sewer Rodding expense for territories providing wastewater service to Community Utilities of PA Inc. customers.		
Going Level Adjustment	\$ -	\$ -
5 An adjustment is required to reflect the forecasted level of Electric expense to be incurred by Community Utilities of PA Inc.		
Going Level Adjustment	\$ (16,295)	\$ 2,245
6 An adjustment is required to reflect the forecasted level of Purchased Water expense to be incurred by Community Utilities of PA Inc.		
Going Level Adjustment	\$ (42,003)	\$ (3,462)
7 An adjustment is required to reflect the forecasted level of Chemical expense to be incurred by Community Utilities of PA Inc.		
Going Level Adjustment	\$ 19,771	\$ 9,397
8 An adjustment is required to reflect the forecasted level of Maintenance expense to be incurred by Community Utilities of PA Inc.		
Going Level Adjustment	\$ (134,351)	\$ (6,492)
9 An adjustment is required to reflect the forecasted level of Engineering fees to be incurred by Community Utilities of PA Inc.		
Going Level Adjustment	\$ (8,840)	\$ 237

[1] "Adjustment" refers to the change between periods and is not meant to imply there was an "adjustment" to the base period.

10 An adjustment is required to reflect the forecasted level of Accounting fees to be allocated to Community Utilities of PA Inc.			
Going Level Adjustment	\$	-	\$ -
11 An adjustment is required to reflect the forecasted level of outside Legal expense to be allocated to Community Utilities of PA Inc.			
Going Level Adjustment	\$	3,320	\$ 58
12 An adjustment is required to reflect the forecasted level of other Contractual services expenses to be allocated to Community Utilities of PA Inc.			
Going Level Adjustment	\$	(75,351)	\$ (2,360)
13 An adjustment is required to reflect the forecasted level of Rent expense to be incurred by Community Utilities of PA Inc.			
Going Level Adjustment	\$	(1,924)	\$ (641)
14 An adjustment is required to reflect the forecasted level of Transportation expense to be incurred by Community Utilities of PA Inc.			
Going Level Adjustment	\$	19,539	\$ (105)
15 An adjustment is required to reflect the forecasted level of Insurance expense to be incurred by Community Utilities of PA Inc.			
Going Level Adjustment	\$	40,469	\$ 5,529
16 An adjustment is required to reflect the forecasted level of Advertising expense to be incurred by Community Utilities of PA Inc.			
Going Level Adjustment	\$	-	\$ -
17 An adjustment is required to reflect the forecasted level of Office Utilities expense to be incurred by Community Utilities of PA Inc.			
Going Level Adjustment	\$	16,220	\$ (1,596)
18 An adjustment is required to normalize Estimated Rate Case expense for this filing over three years.			
Going Level Adjustment	\$	10,378	\$ -
19 An adjustment is required to eliminate outside regulatory commission expense.			
Going Level Adjustment	\$	(12,820)	\$ -
20 An adjustment is required to reflect the forecasted level of Testing, Meter Reading, and other miscellaneous expense to be incurred by Community Utilities of PA Inc.			
Going Level Adjustment	\$	(7,483)	\$ 2,516

[1] "Adjustment" refers to the change between periods and is not meant to imply there was an "adjustment" to the base period.

**Community Utilities of Pennsylvania Inc.
Water Operations**

**Statement of the Calculation of the Rate of Return Under the Present and Proposed Rates for the Base Year Ended
December 31, 2020, the Future Test Years Ended December 31, 2021 and December 31, 2022, and FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (c)(1) - Sheet No. 2**

Water Operations	Supporting Schedule No.	Pro-forma Present 12/31/2020	Future Test Year 12/31/2021	Future Test Year 12/31/2022	Proposed FPFTY 12/31/2022
Utility Plant In Service	(c)(3)	\$ 13,579,565	\$ 13,579,565	\$ 13,579,565	\$ 13,579,565
Less:					
Accumulated Depreciation	(c)(4)	(4,236,721)	(4,573,309)	(4,948,852)	(4,948,852)
Net Plant In Service		9,342,844	9,006,256	8,630,713	8,630,713
Less:					
Contributions in Aid of Construction (Net)		(1,296,000)	(1,265,498)	(1,234,996)	(1,234,996)
Net Plant Acquisition Adjustment		(655,405)	(755,960)	(719,891)	(719,891)
Customer Deposits		(929)	(1,442)	(1,442)	(1,442)
Accumulated Deferred Income Taxes		(429,861)	(439,887)	(454,825)	(454,825)
Add:					
Proforma Level of Plant		-	1,286,300	2,580,058	2,580,058
Deferred Charges		156,670	111,381	93,189	93,189
Cash Working Capital	11	<u>205,695</u>	<u>194,932</u>	<u>200,349</u>	<u>200,349</u>
Total Rate Base		\$ 7,323,014	\$ 8,136,083	\$ 9,093,155	\$ 9,093,155
Net Operating Income	(c)(1) Sheet 1a	<u>142,215</u>	<u>219,946</u>	<u>158,033</u>	<u>689,204</u>
Percent Pro-forma Return		<u>1.94%</u> [1]	<u>2.70%</u> [1]	<u>1.74%</u> [1]	<u>7.58%</u> [1]

[1] Net Operating Income over Total Rate Base.

**Community Utilities of Pennsylvania Inc.
Water Division**

**Assets and other Debits as of the Base Year Ended December 31, 2020 and Pro-forma Balance Sheets
for the Future Test Years Ended December 31, 2021 and December 31, 2022, and FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (c)(2) - Sheet No. 1**

Water Operations

<u>Account</u>	<u>Per Books Base Year Ended 12/31/2020</u>	<u>Future Test Year Ended 12/31/2021</u>	<u>Pro-forma FPFTY Ended 12/31/2022</u>
<u>Net Utility Plant</u>			
Utility Plant in Service	\$ 12,772,225	\$ 14,865,865	\$ 16,159,623
Accumulated Depreciation	<u>(4,236,721)</u>	<u>8,535,504</u> (4,573,309)	<u>10,292,556</u> (4,948,852)
Purchased Acquisition Adjustment (Net)	(655,405)	(755,960)	(719,891)
Work in Progress (Net)	807,340	-	-
<u>Current & Accrued Assets</u>			
Cash	-	-	-
Accounts Receivable (Net)	385,774	385,774	385,774
Other Current Assets	(3,660,980)	(3,660,980)	(3,660,980)
Deferred Charges	<u>156,670</u> (3,118,536)	<u>146,837</u> (3,128,368)	<u>110,128</u> (3,165,077)
Total Assets	<u>\$ 5,568,903</u>	<u>\$ 6,408,228</u>	<u>\$ 7,325,802</u>

Community Utilities of Pennsylvania Inc.
Water Operations
Assets and other Debits as of the Base Year Ended December 31, 2020 and Pro-forma Balance
Sheets for the Future Test Year Ended December 31, 2021 and FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (c)(2) - Sheet No. 2

Water Operations

Account	Per Books Base Year Ended 12/31/2020		Future Test Year Ended 12/31/2021		Pro-forma FPFTY Ended 12/31/2022	
<u>Equity Capital</u>						
Common Stock and Paid In Capital		\$ 1,048,276		\$ 1,048,276		\$ 1,048,276
Retained Earnings		1,834,715		1,914,005		1,914,574
<u>Current and Accrued Liabilities</u>						
Accounts Payable-Trade	106,538		106,538		106,538	
Taxes Accrued	15,741		15,741		15,741	
Customer Deposits	(929)		(929)		(929)	
Customer Deposits - Interest	(191)		(191)		(191)	
Advances from Utilities, Inc.	-		-		-	
A/P - Assoc. Companies	<u>838,891</u>	960,051	<u>1,619,403</u>	1,740,563	<u>2,551,971</u>	2,673,132
Contributions in Aid of Construction		1,296,000		1,265,498		1,234,996
<u>Accumulated Deferred Income Tax</u>						
Deferred Tax - Federal	375,700		382,259		392,032	
Deferred Tax - State	<u>54,161</u>	<u>429,861</u>	<u>57,628</u>	<u>439,887</u>	<u>62,793</u>	<u>454,825</u>
		<u>2,685,912</u>		<u>3,445,947</u>		<u>4,362,952</u>
Total Capitalization & Liabilities		<u>\$ 5,568,903</u>		<u>\$ 6,408,228</u>		<u>\$ 7,325,802</u>

Community Utilities of Pennsylvania Inc.
Water Operations
Original Cost Utility Plant in Service for the Base Year Ended December 31, 2020
Future Test Year Ended December 31, 2021, and FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (c)(3)

Water Operations

NARUC Acct. No.	Account Description	Per Books Base Year Ended 12/31/2020	Future Test Year 2021 GL Additions & Pro-forma Plant	Future Test Year 2021 Retirements [1]	Pro Forma Plant Future Test Year Ended 12/31/2021	FPFTY 2022 GL Additions & Pro-forma Plant	FPFTY 2022 Retirements [1]	Pro Forma Plant FPFTY Ended 12/31/2022
301.1	WATER - ORGANIZATION	\$ 235,119	\$ -	\$ -	\$ 235,119	\$ -	\$ -	\$ 235,119
302.1	WATER - FRANCHISES	6,608	-	-	6,608	-	-	6,608
303.2	WATER - LAND & LAND RIGHTS PUMP	-	-	-	-	-	-	-
303.3	WATER - LAND & LAND RIGHTS WTR TRT	-	-	-	-	-	-	-
303.4	WATER - LAND & LAND RIGHTS TRANS DIST	-	-	-	-	-	-	-
303.5	WATER - LAND & LAND RIGHTS GEN PLT	44,502	219	-	44,721	228	-	44,950
304.2	WATER - STRUCT & IMPRV SRC SUPPLY	173,872	136,890	(199)	310,563	206,768	(207)	517,124
304.3	WATER - STRUCT & IMPRV WTR TRT PLT	39,170	229,312	-	268,483	1,138	-	269,620
304.4	WATER - STRUCT & IMPRV TRANS DIST PLT	12,015	1,690	-	13,704	1,762	-	15,466
304.5	WATER - STRUCT & IMPRV GEN PLT	335,890	211	-	336,100	220	-	336,320
305.2	WATER - COLLECTING RESERVOIRS	-	-	-	-	-	-	-
307.2	WATER - WELLS & SPRINGS	808,681	34,316	(2,262)	840,735	16,210	(2,359)	854,586
309.2	WATER - SUPPLY MAINS	130,963	1,672	-	132,635	1,743	-	134,378
310.2	WATER - POWER GENERATION EQUIP	1,056	-	-	1,056	-	-	1,056
311.2	WATER - ELECTRIC PUMP EQUIP SRC PUMP	87,914	90,788	(35,782)	142,919	94,689	(37,320)	200,289
311.3	WATER - ELECTRIC PUMP EQUIP WTP	374,393	16,592	(3,435)	387,550	17,305	(3,582)	401,273
311.4	WATER - ELECTRIC PUMP EQUIP TRANS DIST	9,260	262	-	9,522	273	-	9,795
320.3	WATER - WATER TREATMENT EQPT	137,810	7,416	(2,982)	142,244	7,735	(3,110)	146,869
330.4	WATER - DIST RESV & STANDPIPES	1,840,300	6,503	(24)	1,846,779	6,783	(25)	1,853,537
331.4	WATER - TRANS & DISTR MAINS	4,951,038	102,334	(917)	5,052,455	729,066	(957)	5,780,564
333.4	WATER - SERVICE LINES	840,651	48,815	(7,663)	881,803	50,912	(7,992)	924,723
334.4	WATER - METERS	816,500	19,462	(2,373)	833,589	20,298	(2,475)	851,412
334.4	WATER - METER INSTALLATIONS	95,808	8,343	-	104,150	8,701	-	112,851
335.4	WATER - HYDRANTS	545,882	353,547	(4,542)	894,888	31,411	(4,737)	921,561
336.4	WATER - BACKFLOW PREVENTION DEVICES	232	-	-	232	-	-	232
339.3	WATER - OTH PLT&MISC EQUIP WTP	1,260	-	-	1,260	-	-	1,260
304.5	WATER - OFFICE STRUCT & IMPRV	96,223	61,604	-	157,827	21,912	-	179,739
340.5	WATER - OFFICE FURN & EQPT	49,251	2,463	-	51,714	2,564	-	54,278
343.5	WATER - STORES EQUIPMENT	8,095	56	-	8,151	58	-	8,209
343.5	WATER - TOOL SHOP & MISC EQPT	174,557	32,364	(13,495)	193,426	33,754	(14,074)	213,106
344.5	WATER - LABORATORY EQUIPMENT	26,755	4,368	(74)	31,049	4,555	(77)	35,528
345.5	WATER - POWER OPERATED EQUIP	39,622	1,191	-	40,814	1,242	-	42,056
346.5	WATER - COMMUNICATION EQPT	159,914	694	(97)	160,511	86,716	(102)	247,125
347.5	WATER - MISC EQUIPMENT	17,228	47	-	17,275	49	-	17,324
392.7	WATER - STORES EQUIPMENT	-	339	(35)	304	354	(37)	621
341.5	WATER - TRANSPORTATION EQPT	215,649	16,026	-	231,674	-	-	231,674
340.5	WATER - DESKTOP COMPUTER	53	-	-	53	-	-	53
340.5	WATER - MAINFRAME COMPUTER	11,797	-	-	11,797	-	-	11,797
340.5	WATER - MINI COMPUTERS	111,170	-	-	111,170	-	-	111,170
340.5	WATER - COMP SYS COST	361,154	182,657	-	543,811	24,364	-	568,174
340.5	WATER - MICRO SYS COST	6,103	-	-	6,103	-	-	6,103
348.5/398.7	WATER - OTHER PLANT	5,730	-	-	5,730	-	-	5,730
	Total Plant in Service	\$ 12,772,224	\$ 1,360,180	\$ (73,880)	\$ 14,058,524	\$ 1,370,812	\$ (77,054)	\$ 15,352,282

[1] Per Books and General Ledger Additions amounts are net of retirements.

Community Utilities of Pennsylvania Inc.
Water Division
Reserve for Depreciation of Utility Plant
the Future Test Year Ended December 31, 2021, and FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (c)(4)

<u>Water Operations</u>	<u>Adjustment</u> [1]	<u>Base Year Ended</u> <u>12/31/2021 Total</u>	<u>Adjustment</u> [1]	<u>Future Test Year Ended</u> <u>12/31/2022 Total</u>
Per Books Reserve for Depreciation		\$ 4,236,721		\$ 4,573,309
<u>Accumulated Depreciation Adjustments:</u>				
Pro-forma Plant A/D	\$ 277,742		\$ 303,716	
Computers	38,793		53,765	
Vehicles	<u>20,052</u>	<u>\$ 336,588</u>	<u>18,061</u>	<u>\$ 375,543</u>
Pro-forma Reserve for Depreciation		<u>\$ 4,573,309</u>		<u>\$ 4,948,852</u>

Community Utilities of Pennsylvania Inc.
Water Division
Statement of Operating Income Setting Forth the Operating Revenues
at Present Rates by Detail Accounts for the Base Year Ended December 31, 2020, the
Future Test Year Ended December 31, 2021, and FPFTY Ended December 31, 2022
Answer to 52 Pa. Code 53.52 (c)(5)

<u>Water Operations</u>	Per Books for the Base Year Ended 12/31/2020	Future Test Year Ended 12/31/2021	Future Test Year Ended 12/31/2022	Pro Forma FPFTY Ended 12/31/2022
<u>Operating Revenue</u>				
Gross Operating Revenue	\$ 2,046,393	\$ 2,087,668	\$ 2,069,426	\$ 2,826,937
Allowance for Uncollectible Accounts	(70,671)	(14,984)	(14,984)	(20,495)
Net Operating Revenue	1,975,722	2,072,684	2,054,442	2,806,442
<u>Operating Expenses</u>				
Operating Expenses	\$ 1,619,437	\$ 1,514,852	\$ 1,546,642	\$ 1,546,642
Depreciation	\$ 238,391	\$ 336,588	\$ 375,543	\$ 375,543
Amortization of PAA	\$ (43,334)	\$ (36,069)	\$ (36,069)	\$ (36,069)
Taxes Other than Income	\$ 45,595	\$ 65,918	\$ 74,304	\$ 79,320
Amortization of CIAC	\$ (37,633)	\$ (30,502)	\$ (30,502)	\$ (30,502)
Income Taxes				
Federal Income Tax	\$ 7,419	\$ 1,277	\$ (21,913)	\$ 119,283
State Income Tax	\$ 665	\$ 675	\$ (11,581)	\$ 63,043
Total Operating Expenses	\$ 1,830,540	\$ 1,852,738	\$ 1,896,425	\$ 2,117,259
Net Operating Income	\$ 145,182	\$ 219,946	\$ 158,018	\$ 689,183
<u>Non-Operating Income & Expenses</u>				
Interest Expense	\$ 151,839	\$ 215,143	\$ 240,451	\$ 240,451
Other Income	6,179	-	-	-
Total Non-Operating Expenses	\$ 158,019	\$ 215,143	\$ 240,451	\$ 240,451
Net Income (Loss)	\$ (12,837)	\$ 4,803	\$ (82,433)	\$ 448,732

Community Utilities of Pennsylvania Inc.
Water Division
Statement Detailing Major Changes in the Operating or Financial
Condition Occurring between December 31, 2020 and December 31, 2022
Answer to 52 Pa. Code 53.52 (c)(6)

There were no major accounting changes between December 31, 2020 and December 31, 2022 which would effect the operating or financial condition of Community Utilties of Pennsylvania Inc.

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	A	B	C	D	E	F	G	H	I	J	
Proforma Revenue at Proposed Rates											
<u>Water Residential</u>											
Line No.	Meter Size	# of bills (1 per month)	Proposed Base Charge	Base Charge Revenue	Low-Income Gallonage	Proposed Low-Income Gallonage Charge (per Kgal)	Regular Residential Gallonage	Proposed Regular Residential Gallonage Charge (per Kgal)	Gallonage Charge Revenue	Total Revenue	
1	Regular Residential										
2	5/8"	42,028	\$ 23.10	\$ 970,829	17,627,556	\$ 4.126	129,268,744	\$ 11.925	\$ 1,614,204	\$ 2,585,033	
3	3/4"	-	\$ 31.37	\$ -	-	\$ 4.126	-	\$ 11.925	\$ -	\$ -	
4	1"	12	\$ 47.90	\$ 575	2,645	\$ 4.126	19,397	\$ 11.925	\$ 242	\$ 817	
5	1 1/2"	12	\$ 89.25	\$ 1,071	6,787	\$ 4.126	49,773	\$ 11.925	\$ 622	\$ 1,692	
6	2"	12	\$ 138.86	\$ 1,620	20,140	\$ 4.126	147,696	\$ 11.925	\$ 1,844	\$ 3,464	
7	3"	-	\$ 254.61	\$ -	-	\$ 4.126	-	\$ 11.925	\$ -	\$ -	
8	4"	-	\$ 419.98	\$ -	-	\$ 4.126	-	\$ 11.925	\$ -	\$ -	
9	6"	-	\$ 833.39	\$ -	-	\$ 4.126	-	\$ 11.925	\$ -	\$ -	
10	8"	-	\$ 1,329.49	\$ -	-	\$ 4.126	-	\$ 11.925	\$ -	\$ -	
11	10"	-	\$ 1,908.27	\$ -	-	\$ 4.126	-	\$ 11.925	\$ -	\$ -	
12	12"	-	\$ 3,561.93	\$ -	-	\$ 4.126	-	\$ 11.925	\$ -	\$ -	
13											
14	Total Residential Water	42,063		\$ 974,095	17,657,129		129,485,610		\$ 1,616,912	\$ 2,591,007	
15											
16	<u>Water Commercial</u>										
Line No.	Meter Size	# of bills (1 per month)	Proposed Base Charges	Base Charge Revenue			Gallonage	Proposed Gallonage Charge (per Kgal)	Gallonage Charge Revenue	Total Revenue	
17											
18	5/8"	324	\$ 23.10	\$ 7,475			1,037,374	\$ 10.989	\$ 11,399	\$ 18,875	
19	3/4"	-	\$ 31.37	\$ -			-	\$ 10.989	\$ -	\$ -	
20	1"	48	\$ 47.90	\$ 2,288			117,413	\$ 10.989	\$ 1,290	\$ 3,578	
21	1 1/2"	-	\$ 89.25	\$ -			-	\$ 10.989	\$ -	\$ -	
22	2"	24	\$ 138.86	\$ 3,286			857,527	\$ 10.989	\$ 9,423	\$ 12,709	
23	3"	-	\$ 254.61	\$ -			-	\$ 10.989	\$ -	\$ -	
24	4"	-	\$ 419.98	\$ -			-	\$ 10.989	\$ -	\$ -	
25	6"	24	\$ 833.39	\$ 20,001			-	\$ 10.989	\$ -	\$ 20,001	
26	8"	-	\$ 1,329.49	\$ -			-	\$ 10.989	\$ -	\$ -	
27	10"	-	\$ 1,908.27	\$ -			-	\$ 10.989	\$ -	\$ -	
28	12"	-	\$ 3,561.93	\$ -			-	\$ 10.989	\$ -	\$ -	
29											
30	Total Commercial Water	419		\$ 33,051	-		2,012,313		\$ 22,113	\$ 55,164	
31											
32	Availability	5,795	\$ 14.00	\$ 81,152						\$ 81,152	
33	Hydrant (Hydrants*Bills)	744	\$ 120.52	\$ 89,667						\$ 89,667	
34	Total Water									\$ 2,816,990	

Community Utilities of Pennsylvania Inc.
Water Operations
Uncollectible Accounts
Future Test Year Ended December 31, 2022

Section 2
Supporting Schedule No. 3
Page 1 of 1

<u>Line</u>	A	B
		<u>Water</u>
1	FORECAST Revenues	<u>\$ 2,059,479</u>
2		
3	Uncollectible %	<u>-0.73%</u>
4		
5		
6	Uncollectible Accounts	<u>\$ (14,984)</u>
7		
8		
9	PROPOSED Revenues	<u>\$ 2,816,990</u>
10		
11	Uncollectible %	<u>-0.73%</u>
12		
13		
14	Uncollectible Accounts	<u>\$ (20,495)</u>

Community Utilities of Pennsylvania Inc.
Water Division
Depreciation Expense
Base Year (Per Books) Ended December 31, 2020
Future Test Year Ended December 31, 2022

Section 2
Supporting Schedule No. 4
Page 1 of 1

Line	A	Source	B	Water
1.	<u>December 31, 2020</u>			
2.	Utility Plant	[1]	\$	237,033
3.	Transportation	[1]		(512)
4.	Computers	[1]		1,871
5.				
6.	CIAC	[1]		(37,633)
7.				
8.	PAA	[1]		(43,334)
9.				
10.	Per Books December 31, 2020		\$	<u>157,424</u>
11.				
12.				
13.	<u>December 31, 2021</u>			
14.	Utility Plant	[2]	\$	277,742
15.	Transportation	[3]		20,052
16.	Computers	[4]		38,793
17.				
18.	CIAC	[2]		(30,502)
19.				
20.	PAA	[5]		(36,069)
21.				
22.	Future Period December 31, 2021		\$	<u>270,017</u>
23.				
24.				
25.	<u>December 31, 2022</u>			
26.	Utility Plant	[2]	\$	303,716
27.	Transportation	[3]		18,061
28.	Computers	[4]		53,765
29.				
30.	CIAC	[2]		(30,502)
31.				
32.	PAA	[5]		(36,069)
33.				
34.	FPFTY December 31, 2022		\$	<u>308,972</u>
35.				
36.				
37.	<u>Source:</u>			
38.	[1] Trial Balance			
39.	[2] wp-r			
40.	[3] wp-p2			
41.	[4] wp-p3			
42.	[5] wp-v			

Community Utilities of Pennsylvania Inc.
 Water Division
 Calculation of Taxes Other Than Income Taxes
 Base Year (Per Books) Ended December 31, 2020
 Future Test Year Ended December 31, 2022

Section 2
 Supporting Schedule No. 5
 Page 1 of 1

Line No.	A	B
1.	Test Year 12/31/2020	Water
2.		
3.	Utility/Commission Tax	\$ 9,350
4.	Real Estate Tax	19,468
5.	Personal Property Tax	-
6.	Gross Receipts Tax	-
7.	Sales/Use Tax	-
8.		
9.	Payroll Taxes	16,776
10.		
11.	Total	<u>\$ 45,595</u>
12.		
13.	Forecast 12/31/2021	
14.		
15.	Utility/Commission Tax	\$ 13,349
16.	Real Estate Tax	21,312
17.	Personal Property Tax	-
18.	Gross Receipts Tax	-
19.	Sales/Use Tax	-
20.		
21.	Payroll Taxes	31,257
22.		
23.	Total	<u>\$ 65,918</u>
24.		
25.	Forecast 12/31/2022	
26.		
27.	Utility/Commission Tax	\$ 18,650
28.	Real Estate Tax	23,167
29.	Personal Property Tax	-
30.	Gross Receipts Tax	-
31.	Sales/Use Tax	-
32.		
33.	Payroll Taxes	32,487
34.		
35.	Total	<u>\$ 74,304</u>
36.		
37.	Pro Forma Proposed	
38.		
39.	Proposed Revenue Increase	\$ 757,511
40.		
41.	Gross Receipts Increase	0.66%
42.	(Utility/Commission Tax)	
43.		
44.	Adjustment	<u>\$ 5,015</u>

Community Utilities of Pennsylvania Inc.
Water Operations
Calculation of Income Taxes
Future Test Year Ended December 31, 2022

	A	B	C	D	E
	<u>WATER</u>	12/31/2021 Forecast	12/31/2022 Forecast	12/31/2022 Future Test Year	Pro Forma Proposed
Line No.					
1	State Income Taxes				
2					
3	Total Revenue	\$ 2,072,684	\$ 2,054,442	\$ 2,054,442	\$ 2,806,442
4					
5	Maintenance Expense	876,551	880,985	880,985	880,985
6	General Expense	638,301	665,657	665,657	665,657
7	Depreciation & Amortization	270,017	308,972	308,972	308,972
8	Taxes Other Than Income	65,918	74,304	74,304	79,320
9	Other Income	-	-	-	-
10	Interest Expense	215,143	240,451	240,451	240,451
11					
12	Taxable Income profit/(loss)	\$ 6,754	\$ (115,927)	\$ (115,927)	\$ 631,057
13	State Tax Rate	9.99%	9.99%	9.99%	9.99%
14					
15	Total State Income Taxes	\$ 675	\$ (11,581)	\$ (11,581)	\$ 63,043
16					
17	<u>Federal Taxes</u>				
18					
19	Taxable Income before taxes	\$ 6,754	\$ (115,927)	\$ (115,927)	\$ 631,057
20					
21	Less: State I/T	675	(11,581)	(11,581)	63,043
22					
23	Federal Taxable Income	\$ 6,079	\$ (104,346)	\$ (104,346)	\$ 568,015
24	Federal Tax Rate	21%	21%	21%	21%
25					
26	Total Federal Taxes	\$ 1,277	\$ (21,913)	\$ (21,913)	\$ 119,283

Utility Services of Illinois, Inc.
 Water Division
 Salary Expense
 Base Year (Per Books) Ended December 31, 2020
 Future Test Year Ended December 31, 2022

Section 2
 Supporting Schedule No. 7
 Page 1 of 1

Line	A	B
1.	December 31, 2020	Water
2.	LEADERSHIP OPS	\$ 44,141
3.	General Salaries	\$ 44,141
4.		
5.	OPERATIONS FIELD	338,544
6.	CAPITALIZED TIME ADJUSTMENT	(13,360)
7.	Maintenance Salaries	\$ 325,184
8.		
9.	Per Books December 31, 2020	<u>\$ 369,325</u>
10.		
11.		
12.	December 31, 2021	
13.	LEADERSHIP OPS	\$ 133,276
14.	General Salaries	\$ 133,276
15.		
16.	OPERATIONS FIELD	283,127
17.	CAPITALIZED TIME ADJUSTMENT	(39,498)
18.	Maintenance Salaries	\$ 243,629
19.		
20.	Future Period December 31, 2021	<u>\$ 376,904</u>
21.		
22.		
23.	December 31, 2022	
24.	LEADERSHIP OPS	\$ 138,361
25.	General Salaries	\$ 138,361
26.		
27.	OPERATIONS FIELD	297,127
28.	CAPITALIZED TIME ADJUSTMENT	(39,287)
29.	Maintenance Salaries	\$ 257,839
30.		
31.	FPFTY December 31, 2022	<u>\$ 396,201</u>

Community Utilities of Pennsylvania Inc.
Water Division
Rate Case Expense
Future Test Year Ended December 31, 2022

	A	B	C	D	E	F
Line No.	Description				Total	
1	Legal Fees				\$ 140,000	
2						
3	Customer Notices (2):					
4	Postage	7,188	=	customers x \$0.49	\$ 7,044	
5	Stock	7,188	=	notices x (.085)	\$ 1,222	
6						
7	Travel/Publications/Misc				\$ 7,200	
8						
9	External Consultants - Ready to File - (ROE - ScottMadden, Inc. & COSS - Baker Tilly)				\$ 38,000	
10	External Consultants - Post Filing - (ROE - ScottMadden, Inc. & COSS - Baker Tilly)				\$ 64,930	
11						Allocated W
12	Cost of Current Case				\$ 258,396	\$ 118,312
13						
14	Unamortized Rate Case Expense as of 1/1/2022 - Docket No. 17-1106				\$ 62,299	\$ 28,525
15						
16	Total Rate Case Expense				\$ 320,695	\$ 146,837
17						
18	Amortized Over 3 Years				4	4
19						
20						Water
21	Total Annual Regulatory Expense				\$ 80,174	\$ 36,709

Line	A	Source	B	Water
1.	December 31, 2020			
2.	Utility Plant In Service (UPIS)	[1]	\$	12,873,638
3.	Transportation	[1]		215,649
4.	Computers	[1]		490,277
5.	Total Gross Plant In Service		\$	13,579,564
6.				
7.	Accumulated Depreciation UPIS	[1]	\$	(3,681,982)
8.	Accumulated Depreciation Transportation	[1]		(157,478)
9.	Accumulated Depreciation Computers	[1]		(397,260)
10.	Total Accumulated Depreciation		\$	(4,236,721)
11.				
12.	Per Books December 31, 2020		\$	9,342,844
13.				
14.				
15.	Additions			
16.	Utility Plant In Service (UPIS)	[2]	\$	1,161,497
17.	Transportation	[3]		16,026
18.	Computers	[4]		182,657
19.	Total Additions		\$	1,360,180
20.				
21.	Retirements			
22.	Utility Plant In Service (UPIS)	[2]	\$	(73,880)
23.	Transportation	[3]		0
24.	Computers	[4]		0
25.	Total Retirements		\$	(73,880)
26.				
27.	Depreciation			
28.	Utility Plant In Service (UPIS)	[2]	\$	277,742
29.	Transportation	[3]		20,052
30.	Computers	[4]		38,793
31.	Total Depreciation		\$	336,588
32.				
33.	December 31, 2021			
34.	Utility Plant In Service (UPIS)		\$	13,961,256
35.	Transportation			231,674
36.	Computers			672,934
37.	Total Gross Plant In Service		\$	14,865,864
38.				
39.	Accumulated Depreciation UPIS		\$	(3,885,845)
40.	Accumulated Depreciation Transportation			(177,531)
41.	Accumulated Depreciation Computers			(436,054)
42.	Total Accumulated Depreciation		\$	(4,499,429)
43.				
44.	Future Period December 31, 2021		\$	10,366,435
45.				
46.				
47.	Additions			
48.	Utility Plant In Service (UPIS)	[2]	\$	1,346,448
49.	Transportation	[3]		0
50.	Computers	[4]		24,364
51.	Total Additions		\$	1,370,812
52.				
53.	Retirements			
54.	Utility Plant In Service (UPIS)	[2]	\$	(77,054)
55.	Transportation	[3]		0
56.	Computers	[4]		0
57.	Total Retirements		\$	(77,054)
58.				
59.	Depreciation			
60.	Utility Plant In Service (UPIS)	[2]	\$	303,716
61.	Transportation	[3]		18,061
62.	Computers	[4]		53,765
63.	Total Depreciation		\$	375,543
64.				
65.	December 31, 2022			
66.	Utility Plant In Service (UPIS)		\$	15,230,650
67.	Transportation			231,674
68.	Computers			697,298
69.	Total Gross Plant In Service		\$	16,159,622
70.				
71.	Accumulated Depreciation UPIS		\$	(4,112,507)
72.	Accumulated Depreciation Transportation			(195,592)
73.	Accumulated Depreciation Computers			(489,819)
74.	Total Accumulated Depreciation		\$	(4,797,918)
75.				
76.	FPFTY December 31, 2022		\$	11,361,704
77.				
78.				
79.	Source:			
80.	[1] Trial Balance			
81.	[2] wp-p1			
82.	[3] wp-p2			
83.	[4] wp-p3			

Utility Services of Illinois, Inc.
Water Operations
Utility Plant Additions and Retirements
Base Year (Per Books) Ended December 31, 2020
Future Test Year Ended December 31, 2022

Section 2
Supporting Schedule No. 10
Page 1 of 1

<u>Line No.</u>	A	B	
	December 31, 2020	Community Utilities of Pennsylvania Water	
1.	Utility Plant In Service		
2.	Total Plant In Service Cost	\$	13,579,564
3.	Total Accumulated Depreciation		(4,236,721)
4.	Net Book Value 12/31/2020	\$	9,342,844
5.			
6.	December 31, 2021		
7.	Utility Plant In Service		
8.	Total Plant In Service Cost 12/31/2020	\$	13,579,564
9.	Pro Forma Additions		1,360,180
10.	Pro Forma Retirements		(73,880)
11.	Total Plant In Service Cost 12/31/2021	\$	14,865,864
12.			
13.	Total Accumulate Depreciation 12/31/2020	\$	(4,236,721)
15.	Depreciation Expense		(336,588)
16.	Total Accumulated Depreciation 12/31/2021	\$	(4,573,309)
17.			
18.	Net Book Value 12/31/2021	\$	10,292,556
19.			
20.			
21.	Change in Gross Plant	\$	1,286,300
22.	Change in Accumulated Depreciation		(336,588)
23.	Depreciation Expense	\$	336,588
24.			
25.	December 31, 2022		
26.	Utility Plant In Service		
27.	Total Plant In Service Cost 12/31/2021	\$	14,865,864
28.	Pro Forma Additions		1,370,812
29.	Pro Forma Retirements		(77,054)
30.	Total Plant In Service Cost 12/31/2022	\$	16,159,622
31.			
32.	Total Accumulate Depreciation 12/31/2021	\$	(4,573,309)
34.	Depreciation Expense		(375,543)
35.	Total Accumulated Depreciation 12/31/2022	\$	(4,948,852)
36.			
37.	Net Book Value 12/31/2022	\$	11,210,770
38.			
39.			
40.	Change in Gross Plant	\$	1,293,758
41.	Change in Accumulated Depreciation	\$	(375,543)
42.	Depreciation Expense	\$	375,543

Community Utilities of Pennsylvania Inc.
 Water Operations
 Calculation of Working Capital
 Future Test Year Ended December 31, 2022

Section 2
 Supporting Schedule No. 11
 Page 1 of 1

Line No.	A	B	C <u>Water</u>
1	12/31/20 Base Year		
2	Maintenance Expenses		\$ 1,119,181
3	General Expenses		500,256
4	Taxes Other Than Income		45,595
5	Reduction of Real Estates Taxes		(19,468)
6			
7	Total		<u>\$ 1,645,564</u>
8			
9	Working Capital	45/360	<u>\$ 205,695</u>
10			
11			
12	12/31/21 Forecast		
13	Maintenance Expenses		\$ 876,551
14	General Expenses		638,301
15	Taxes Other Than Income		65,918
16	Reduction of Real Estates Taxes		(21,312)
17			
18	Total		<u>\$ 1,559,458</u>
19			
20	Working Capital	45/360	<u>\$ 194,932</u>
21			
22			
23	12/31/22 Forecast		
24	Maintenance Expenses		\$ 880,985
25	General Expenses		665,657
26	Taxes Other Than Income		79,320
27	Reduction of Real Estates Taxes		(23,167)
28			
29	Total		<u>\$ 1,602,795</u>
30			
31	Working Capital	45/360	<u>\$ 200,349</u>

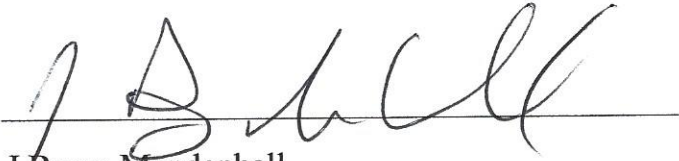
Community Utilities of Pennsylvania Inc.
Water Operations
Pro Forma Interest Expense
Future Test Year Ended December 31, 2022

Section 2
Supporting Schedule No. 12
Page 2 of 2

<u>Line No.</u>	A	B
		<u>Water</u>
1	Pro Forma Present Rate Base	8,136,083
2		
3	Debt Ratio	52.32%
4		
5	Embedded Cost of Debt	5.05%
6		
7		
8	Pro Forma Interest Expense	<u>215,143</u>
9		
10	Pro Forma Present Rate Base	9,093,155
11		
12	Debt Ratio	52.32%
13		
14	Embedded Cost of Debt	5.05%
15		
16		
17	Pro Forma Interest Expense	<u>240,451</u>

VERIFICATION

I, J Bryce Mendenhall, on behalf of Community Utilities of Pennsylvania, Inc. hereby state that the facts set forth in the foregoing document are true and correct to the best of my knowledge, information and belief, and that I expect to be able to prove the same at a hearing in this matter. This verification is made subject to the penalties of 18 Pa.C.S. § 4904 relating to unsworn falsification to authorities.



J Bryce Mendenhall
President
Community Utilities of Pennsylvania, Inc.