EXHIBIT V

TESTIMONY OF MARK J. BUBEL, SR.

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

AQUA PENNSYLVANIA WASTEWATER, INC.

DOCKET NO. A-2021-3024267

AQUA STATEMENT NO. 2

DIRECT TESTIMONY OF MARK J. BUBEL, SR.

With Regard To
Description of the System
Environmental Compliance
Integration into Current Operations
Technical Fitness
Public Benefits of the Transaction

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1	I.	INTRODUCTION	
2	Q.	Please state your name and business address.	
3	A.	My name is Mark J. Bubel, Sr. My business address is 762 West Lancaster Avenue,	
4		Bryn Mawr, Pennsylvania 19010.	
5			
6	Q.	By whom are you employed and in what capacity?	
7	A.	I am employed by Aqua Pennsylvania, Inc., ("Aqua PA") as a Project Engineer III.	
8			
9	Q.	Please provide a brief description of your education and work experience.	
10	A.	I received a Bachelor's of Science Degree (B.S.) in Civil Engineering in 1980 from	
11		Lehigh University and a Master's Degree in Civil Engineering (M.C.E.) with a	
12		concentration in Environmental Engineering in 1983 from Villanova University. I have	
13		worked in various engineering roles and have over 40 years of experience in	
14		environmental engineering related to municipal and industrial wastewater treatment and	
15		operations. I have worked at Aqua America since 2003 in roles related to wastewater	
16		treatment facilities including planning, design, start-up, and operational troubleshooting. I	
17		am a Registered Professional Engineer in Pennsylvania, Delaware, Maryland, North	
18		Carolina, and Florida. I am also a Licensed Water and Wastewater Operator in	
19		Pennsylvania.	
20			
21	Q.	Have you previously testified before the Pennsylvania Public Utility Commission	
22		("PUC" or the "Commission")?	

1	A.	Yes. I provided testimony in Aqua Pennsylvania Wastewater, Inc.'s ("Aqua" or the
2		"Company") New Garden, Limerick, East Bradford, Cheltenham, East Norriton, and
3		Delaware County Regional Water Quality Control Authority Section 1329 Application
4		proceedings at Docket Nos. A-2016-2580061, A-2017-2605434, A-2018-3001582, A-
5		2019-3008491, A-2019-3009052, and A-2019-3015173, respectively. I also provided
6		testimony in Aqua PA and Aqua's most recent base rate case proceeding at Docket Nos.
7		R-2018-3003558 and R-2018-3003561
8		
9	Q.	What is the purpose of your testimony?
10	A.	The purpose of my testimony is as follows: (1) to provide a general description of the
11		acquired system; (2) to explain how the acquired system will be integrated into Aqua's
12		operations; (3) to describe Aqua's technical fitness to run the system, and (4) to discuss
13		the benefits of the transaction.
14		
15	Q.	Are you sponsoring any Exhibits with the Company's filing?
16	A.	No.
17		
18	II.	OVERVIEW OF AQUA AND THE LMT SYSTEM
19	Q.	Please provide a general overview of Aqua.
20	A.	Aqua, a subsidiary of Aqua PA, is engaged in the business of collecting, treating,
21		transporting, and disposing of wastewater for the public. Aqua serves approximately
22		45,000 customers in Adams, Bucks, Carbon, Chester, Clarion, Clearfield, Delaware,
23		Lackawanna, Luzerne, Monroe, Montgomery, Pike, Schuylkill, Venango, and Wyoming

1		Counties. Aqua operates 39 wastewater treatment plants ("WWTP") throughout the
2		Commonwealth of Pennsylvania, and 24 systems of Aqua's Southeast Division are in
3		proximity to Lower Makefield Township ("LMT" or the "Township") allowing for
4		operational efficiencies. Aqua, and its parent company Aqua PA, have approximately
5		600 employees bringing extensive expertise in providing water and wastewater service to
6		citizens of Pennsylvania.
7		
8	Q.	Please provide a description of the LMT Sanitary Wastewater Collection System
9		(the "System").
10	A.	The Township is located in the southern part of Bucks County, Pennsylvania and the
11		majority of the Township is served by a public sewer system. The LMT System is a
12		collection and conveyance system owned by LMT and operated by the Municipal
13		Authority of the Township of Lower Makefield ("LTMSA") that collects wastewater
14		from within LMT and conveys wastewater via gravity and interceptor sewers, low
15		pressure sewer systems, 14 pump stations, and 8 wastewater metering chambers to a
16		WWTP owned by the Municipal Authority of the Borough of Morrisville ("MABM") and
17		the City of Philadelphia Water Department's ("PWD") Northeast Water Pollution Control
18		Plant ("NEWPCP"). Flow is conveyed to PWD's NEWPCP via interceptors owned by
19		Bucks County Water and Sewer Authority ("BCWSA").
20		Lower Makefield Township has two major sanitary sewer service areas. The first
21		major service area is the Neshaminy Interceptor Service Area. The sub-areas within the
22		Neshaminy Interceptor are the Core Creek Interceptor, Middletown Township, Falls

Township Service Area and Falls Township Contract Area service areas. The wastewater

generated within this major service area is conveyed and discharged into the Neshaminy Interceptor. From the Neshaminy Interceptor, the wastewater flows to PWD's NEWPCP for treatment and disposal under National Pollution Discharge Elimination System ("NPDES") Permit No. PA0026689. The sanitary sewer lines within LMT are owned by LMT with the exception of the Falls Township Service Area where the sewer lines are owned and operated by the Township of Falls Authority ("Falls Authority"). Also, certain flow from the Newtown Joint Municipal Authority is transported to LMT's Core Creek Interceptor which is then conveyed to BCWSA and ultimately treated at PWD's NEWPCP. The conveyance sanitary sewer lines of LMT flow to metering chambers which are owned and operated by BCWSA.

The second major service area is the MABM Wastewater Treatment Plant Service Area. This service area consists of two sub-areas, Yardley Borough ("Yardley") Service Area and Morrisville Borough Service Area. The wastewater generated by this service area is conveyed to the Morrisville Borough Wastewater Treatment Plant for treatment and disposal under NPDES Permit No. PA0026701. Certain drainage areas located within LMT send flows into the Borough of Yardley ("Yardley") and these flows are ultimately pumped back into LMT and treated at the MABM. LMTSA collects wastewater from a small number of residents in Yardley that are on the border between Yardley and LMT. These residents in Yardley are customers of Yardley and not customers of LMT, but the residents are connected to the LMT system as described in the November 11, 2015 Sewage Transportation Agreement between LMTSA, LMT, and Yardley Sewer Authority.

The LMT System consists of approximately 150 miles of gravity sewer collection mains and interceptors, 7 miles of force mains, and 1 mile of low-pressure mains. The System also includes 14 pump stations, and 8 metering chambers to measure flow.

Description of the System

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The MABM WWTP provides activated sludge treatment. It includes an aerated grit chamber, influent pump station, and consists of two pure oxygen (UNOX) systems with two (2) sets of secondary clarifiers. One of the two UNOX reactors includes one primary clarifier. Both secondaries feed a tertiary cloth media effluent disc filter system. This self-cleaning filter polishes the effluent in order to meet strict BOD5 and TSS limits for discharge to the Delaware River; disinfection is achieved with chlorine. Plant waste sludge is thickened in a Dissolved Air Flotation ("DAF") unit and then dewatered with a Belt Filter Press. Dried sludge is lime-stabilized for disposal at a landfill. The MABM WWTP is permitted at an annual average flow of 7.1 million gallons per day ("MGD") and has a maximum monthly average flow of 8.7 MGD. The 2020 annual average flow was 4.705 MGD and the 3-month maximum average flow was 5.385 MGD. The WWTP is permitted for a maximum organic loading of 20,250 pounds per day (lbs./day) according to the Pennsylvania Department of Environmental Protection ("DEP") Water Quality Management Permit ("WQM") provided as Exhibit M1. The NPDES Permit provided as Exhibit N1 notes the organic loading limit as 18,140 lbs./day. The 2020 maximum month organic loading was 9,656 lbs./day.

The PWD Northeast WWTP is an activated sludge treatment facility that discharges into the Delaware River. The effluent from the plant is disinfected with sodium hypochlorite. The Northeast WWTP is permitted at an annual average flow of

1		210 MGD and has a design hydraulic capacity of 435 MGD. The 2020 annual average
2		flow was 170.4 MGD and the 3-month maximum average flow was 183.2 MGD. The
3		WWTP is permitted for a maximum organic loading of 350,000 lbs./day. The 2020
4		maximum month organic loading was 249,079 lbs./day.
5		The LMT collection and transmission piping is summarized in the Engineering
6		Assessment included as Exhibit D to the Application.
7		
8	Q.	Please provide the elevations for the MABM WWTP, the PWD NEWPCP and the
9		Requested Territory.
10	A.	MABM WWTP: elevation generally varies between EL 5 to EL 12.
11		<u>PWD NEWPCP</u> : elevation generally varies between EL 5 to EL 18.
12		Requested Territory: Area elevations vary generally from:
13		• EL 176 to EL 286 along the western boundary.
14		• EL 16 to EL 176 along the southern boundary.
15		• EL 27 to EL 286 along the northern boundary.
16		• EL 16 to EL 27 along the eastern boundary.
17		
18	Q.	Please state the approximate time of the installation of the component facilities of
19		the system.
20	A.	With regard to the approximate time of the original construction, the MABM WWTP was
21		constructed in approximately 1956 and provided basic primary treatment. The plant was
22		upgraded in 1964 and underwent significant plant expansion in 1973 to achieve a plant
23		capacity of 5.6 MGD. In 1986, the plant was expanded to its current rated capacity of 7.1

	MGD with a maximum month of 8.7 MGD. The PWD NEWPCP was constructed in
	1923 and provided basic primary treatment. The plant was upgraded to provide
	secondary treatment in approximately 1978. The majority of the LMT System was
	originally constructed in 1966. The System was expanded in the ensuing decades as new
	developments were added to the System along with additional pump stations. However,
	the average age of the pipe in the LMT System is approximately 36 years old.
Q.	Is Aqua planning any capital projects over the next 10 years?
A.	Yes. Aqua looked at upgrades to pump stations, force mains, and gravity collection
	systems based on facility conditions observed, facility age, and safety. Aqua estimates
	that it will invest approximately \$9.76 million over the next 10 years.
	Upgrades to pump stations include pump replacement, electrical and mechanical
	replacement, emergency generator replacement, as well as facilities upgrade. Force main
	replacement will occur based on pipe age. Gravity collection system pipe rehabilitation
	and replacement will occur based on an assessment of pipe age and condition. Aqua will
	work with LMT and the DEP to address the inflow and infiltration ("I&I") and sanitary
	sewer overflows ("SSOs") within the system if they were to occur. There were no
	reported SSO's in 2019 or 2020 as reported in the respective Chapter 94 Reports for the
	respective systems.
Q.	Do you foresee any other projects that would be required in the immediate future?
A.	Replacement and upgrade of facilities will continue beyond Aqua's 10-year capital plan
	A. Q.

based on facility age and expected facility life span.

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- 2 Q. Please state the actual number of LMT customers by class and gallons treated.
- 3 A. LMT has 11,151 customers. Twin homes, apartments, townhouses, duplexes, and
- 4 condominiums are considered residential customers. Public, parochial and private
- 5 schools are considered commercial customers in LMT. LMT has no industrial customers.

Service Area	Residential	Commercial	Total
LMT	10,916	235	11,151

6

7 The number of gallons treated by customer class for LMT is as follows for the period of

8 January 1, 2020 to December 31, 2020:

Service Area	Residential	Commercial	Total	
LMT	614,897,060	39,310,500	654,207,560	

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- 10 Q. Are the acquired LMT customers currently Aqua PA water customers?
- 11 A. No. LMT wastewater customers are currently served by Pennsylvania American Water
- 12 Company, MABM and private wells for water service.

13

- 14 III. ENVIRONMENTAL COMPLIANCE
- 15 Q. Does the Application include NPDES permits?
- 16 A. Yes, although not part of the LMT System acquisition, the NPDES discharge permits for
- the MABM WWTP and PWD NEWPCP are included in the Application as Exhibit N1
- 18 and N2.

19

20 Q. Does the Application include Water Quality Management ("WQM") Permits?

1	A.	Yes. Although not part of the LMT System acquisition, the WQM Permits for the
2		MABM WWTP, issued in 2010, and the PWD NEWPCP, issued in 2013, are included in
3		the Application as Exhibits M1 and M2.
4		
5	Q.	Are Act 537 plans included in the Application?
6	A.	Yes. LMT's current Act 537 plan update is included in the Application as Exhibit P1.
7		The LMT Act 537 plan special study revised and appended from September 2018 is
8		included in the Application as Exhibit P2. The Act 537 Plan for the MABM has been
9		included as Exhibit P3. The Act 537 Plan for the City of Philadelphia has been included
10		as Exhibit P4.
11		
12	Q.	Are there any Notices of Violation ("NOV") issued to LMT by the DEP in the last
13		five years?
14	A.	Yes. There were 2 NOVs of which we are aware in the last 5 years. The NOVs and
15		narrative reports related to the LMT System are included in the Application as Exhibits
16		O1 and O2. The explanations for the NOVs and corrective actions are included in the
17		narrative reports of the DEP.
18		
19	Q.	Were there any other NOVs issued to LMT by the DEP during the last five years?
20	A.	To Aqua's knowledge, the above NOVs are the only ones of record in the last 5 years.
21		
22	Q.	Have there been any Consent Assessments of Civil Penalty ("CACP") entered into
23		by the Township and the DEP?

1	A.	No. There are no current CACPs entered into by the Township and the DEP.
2		
3	Q.	Please state if there are any current environmental compliance issues for the LMT
4		System.
5	A.	LMT did not have any sanitary SSO in 2020 per the Chapter 94 reports submitted by the
6		Township. LMT is currently operating under a Corrective Action Plan ("CAP")
7		stemming from a settlement agreement between the BCWSA and the DEP related to the
8		Neshaminy Interceptor owned and operated by BCWSA. The CAP and most recent
9		update to the CAP is included in the Application as Exhibit O3. As stated above, LMT
10		sends flows through the Neshaminy Interceptor for ultimate treatment at PWD's
11		NEWPCP. The purpose of LMT's CAP, along with all other tributary municipalities to
12		the Neshaminy Interceptor, is to provide an I&I abatement plan and a connection
13		management plan with the goals of reducing flows and reducing the risk of surcharging
14		and SSOs in the Neshaminy Interceptor.
15		The CAP set out goals for I&I reductions along with a planned project timeline.
16		LMT's most recent update to the CAP provides a schedule for projects completed and
17		planned along with a budgeted amount over the next seven years. LMT developed a
18		Connection Management Plan ("CMP") which was first approved by DEP in 2015.
19		LMT's latest CMP was approved by DEP in August 2020.
20		Aqua will continue the work under the CAP and CMP as outlined in LMT's most
21		recent CAP update included in the Application as Exhibits O3 and O4.
22		

1	Q.	Are there any similar noncompliance issues pending with the United States		
2		Environmental Protection Agency ("EPA")?		
3	A.	No. The DEP holds primacy over EPA in the Commonwealth of Pennsylvania.		
4				
5	Q.	Please state the estimated number of future connections for the system for the next 5		
6		years.		
7	A.	The below table provides projected equivalent dwelling units ("EDU") for the next five		
8		years (2021-2025):		
		2021 2022 2023 2024 2025 Total		
		LMT 103 617 399 84 69 1,449		
9		LIVII 103 017 377 07 07 1,447		
11 12 13 14 15 16	Α.	As part of LMT's CAP for the Neshaminy Interceptor, LMT provides updates to the CMP to DEP which are approved to provide for additional connections in the system that flow through the Neshaminy Interceptor. Following the Closing of the Proposed Transaction, Aqua will continue the work under the CAP to reduce I&I that flows to the Neshaminy Interceptor to allow for additional connections as approved by the DEP.		
18 19	IV.	INTEGRATION OF LMT SYSTEM, TECHNICAL FITNESS AND PUBLIC BENEFIT		
20	Q.	Please state how many miles the LMT System is from Aqua's existing service		
21		territory.		
22	A.	The LMT System's distance from Aqua's existing service territory is as follows:		

Buyer's Plant	Location	Approximate Distance to LMT (miles)
Peddler's View WWTP	Lahaska, PA	8
Willow Grove Office	Willow Grove, PA	14
Cheltenham System	Cheltenham, PA	15
Bryn Mawr, PA Corporate HQ	Bryn Mawr, PA	27

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- Q. Will the LMT System be physically interconnected with Aqua's system or beoperated as a standalone system?
- 5 A. The LMT System will be operated as a standalone system within Aqua's footprint.

6

Q. Please describe how Aqua will integrate the operation of the LMT System into its
 current operations.

9 A. The operation of the LMT System will be managed from Aqua's Willow Grove Division
10 office. Management, customer service, regulatory compliance, engineering, financial,
11 and ancillary services will be provided seamlessly from our Southeastern Division
12 headquarters in Bryn Mawr, PA. Aqua plans to hire three additional operators to address
13 the day-to-day operations of the LMT system; however, these operators may be used in
14 other Aqua systems in the area.

15

- Q. Will other Aqua PA employees assist in the operation of the system, if needed?
- 17 A. Yes. Aqua has 27 wastewater operators, many holding dual water and wastewater

 18 certifications, which may be called upon to assist in the operations of the system. These

1		operators are also supported by Aqua PA employees, which will benefit customers
2		through engineering and field service functions.
3		
4	Q.	Please explain the support services that Aqua Services will provide to the LMT
5		System.
6	A.	Aqua Services, Inc. ("Aqua Services"), the Service Company for Essential, provides
7		expertise in a variety of areas to the subsidiaries of Essential. Aqua Services will provide
8		support to the operation of the system through its employees' expertise in accounting and
9		financial, administrative, communications, corporate secretarial, customer service and
10		billing, engineering, fleet services, human resources, information systems, operations,
11		regulatory compliance, rates and regulatory, risk management, water quality, legal, and
12		purchasing, contracts and sales of real estate.
13		
14	Q.	Does Aqua plan any physical, operational, and managerial changes after closing?
15	A.	As mentioned above, there are planned capital improvements and Aqua plans to hire
16		three operators. The LMT System will be operated under Aqua's Southeastern division
17		from Aqua's Willow Grove office. There will be no other physical, operational, and
18		managerial changes after closing.
19		
20	Q.	Is the LMT System similar to other systems owned and operated by Aqua?
21	A.	Yes. The LMT System, as stated above, is a wastewater collection system only. Aqua
22		owns four (4) other collection only systems located within southeastern Pennsylvania.
23		

1	Q.	Do you believe that Aqua is technically fit to own and operate the system?
2	A.	Yes.
3		
4	Q.	Please describe the Company's technical fitness and how the Company can provide
5		quality and reliable service to LMT wastewater customers.
6	A.	Aqua PA and Aqua are Class A utilities that already have certificates to operate
7		throughout the Commonwealth and have acquired many systems in the last three decades.
8		Aqua will provide quality and reliable service to the LMT wastewater customers given
9		the Company's operational expertise as well as engineering support local to the LMT
10		System. Aqua has expertise in troubleshooting mechanical equipment as well as
11		wastewater treatment processes. Aqua also has expertise in operating wastewater
12		collection and conveyance systems. Aqua strives to ensure the collection, conveyance
13		and pumping systems which the Company owns provide continuous safe and reliable
14		service. Aqua has worked with the Commission and statutory advocates to acquire and
15		improve troubled wastewater systems (e.g., Washington Park Wastewater, Docket No.
16		A230550F2000). In addition, Aqua was appointed receiver for the North Heidelberg
17		Sewer Company system in Berks County by the Commission effective March 5, 2018.
18		Aqua took over daily wastewater operations of the facility serving approximately 274
19		customers on March 5, 2018. Aqua has provided operations service and improvements to
20		the system to ensure quality and reliable service.
21		
22	Q.	Does Aqua have emergency preparedness measures in place?

1	A.	Yes. Aqua currently has emergency preparedness measures in place in order to ensure
2		security and continued service in emergency circumstances all of which have been
3		reviewed by the Commission.
4		
5	Q.	Please explain Aqua's safety programs.
6	A.	Aqua and Aqua PA maintain safety programs that entail basic safety training in all the
7		major categories which operators and management personnel are required to complete
8		including but not limited to:
9 10 11 12 13 14 15 16 17 18 19 20 21 22 23		 Confined Space Training Back and Lifting Safety Work Zone Traffic Control Excavation Safety Awareness Fall Protection Training Hazard Communication Personal Protective Equipment Emergency Egress, Exits and Fire Safety Electrical Safety Training Control of Hazardous Energy Lockout Tagout Respiratory Protection Hearing Conservation Aqua's safety program and procedures provide public benefits in that the LMT customers will have a leader in the wastewater industry providing service.
25	Q.	Can Aqua provide adequate wastewater collection, treatment, or disposal capacity
26		to meet present and future customer demands?
27	A.	Yes. Aqua can provide adequate wastewater service for present and future customers.
28		Aqua will continue to make improvements to the system to ensure any future customer
29		demands are met.

1		
2	Q.	Please summarize why you believe it is in the public benefit for Aqua to own and
3		operate the system.
4	A.	My explanation of Aqua's current operations, the LMT System's similarity to other
5		systems operated by Aqua, the LMT System's proximity to Aqua's service territory, the
6		additional support that will be provided by Aqua as an experienced wastewater utility,
7		and my explanation of Aqua's technical fitness, all support that it is in the public benefit
8		for Aqua to own and operate the LMT System.
9		
10	V.	CONCLUSION
11	Q.	Does this conclude your testimony?
12	A.	Yes, it does. However, I reserve the right to supplement my testimony as additional
13		issues and facts arise during the course of this proceeding.