Application of Pennsylvania-American Water Company for the Acquisition of the Wastewater Collection and Treatment System Owned by the York City Sewer Authority (the "Authority") and Operated by the City of York (the "City") (collectively "York")

66 Pa. C.S. § 1329 Application Filing Checklist – Water/Wastewater Docket No. A-2021-3024681

- 9. Utility Valuation Expert Verification Statements:
 - a. Buyer Utility Valuation Expert has no affiliation with the buyer or seller.
 - b. Buyer Utility Expert determined fair market value in compliance with the most recent edition of the Uniform Standards of Professional Appraisal Practice as of the date of the report employing the cost, market, and income approaches.
 - c. Buyer Utility Valuation Expert applied applicable jurisdictional exceptions to the submitted appraisal.
 - d. Seller Utility Valuation Expert has no affiliation with the buyer or seller.
 - e. Seller Utility Expert determined fair market value in compliance with the most recent edition of the Uniform Standards of Professional Appraisal Practice as of the date of the report employing the cost, market, and income approaches.
 - f. Seller Utility Valuation Expert applied applicable jurisdictional exceptions to the submittal appraisal.

Response:

For subparts a. through f., see enclosed verification statements attached at Appendix A-9.1 (Weinert – AUS) and Appendix A-9.2 (D'Ascendis - ScottMadden).

VERIFICATION OF UTILITY VALUATION EXPERT

I, Jerome C. Weinert, P.E., am Principal and Director for AUS Consultants, Inc. ("AUS"). AUS is a Utility Valuation Expert ("UVE") in the Commonwealth of Pennsylvania approved by the Pennsylvania Public Utility Commission (Utility Code 9919181). In connection with the foregoing application, I hereby state the following:

- 1. Pennsylvania-American Water Company ("PAWC") as buyer selected AUS to perform a fair market value appraisal of the wastewater system and related assets (the "System") of the York City Sewer Authority ("City").
- City as seller selected ScottMadden, Inc ("ScottMadden"), a UVE in the Commonwealth of Pennsylvania approved by the Pennsylvania Public Utility Commission (Utility Code 9919278), to perform a fair market value appraisal of the System.
- 3. As Principal and Director for AUS, I and my staff prepared a fair market value appraisal of the System on PAWC's behalf dated June 7, 2021 (the "Fair Market Value Appraisal").
- 4. The facts set forth in the Fair Market Value Appraisal are true and correct to the best of my knowledge, information, and belief.
- 5. As Principal and Director for AUS, I and my staff determined the fair market value of the System in compliance with the most recent edition of the Uniform Standards of Professional Appraisal Practices as of the date of the Fair Market Appraisal, employing the cost, market and income approaches, as required by 66 Pa. C.S. § 1329(a)(3) and applied applicable jurisdictional exceptions to the Fair Market Appraisal.

6. Neither AUS nor I nor any AUS staff derived any material benefit from the sale of

the System other than fees for services rendered.

7. Neither I nor any members of AUS staff are an immediate family member of a

director, officer or employee of either PAWC or the City within a 12- month

period of the date PAWC engaged AUS to perform the Fair Market Value

Appraisal.

8. AUS has no affiliation with either the City or PAWC.

9. I make this verification subject to the penalties of 18 Pa.C.S. § 4904 (relating to

unsworn falsification to authorities).

Derome Civernet

Jerome C. Weinert, P.E., Principal and Director

AUS Consultants, Inc.

8555 West Forest Home Avenue, Suite 201

Greenfield, Wisconsin 53228

414-529-5755 (p)

414-529-5750 (f)

Dated: June 16, 2021

VERIFICATION OF UTILITY VALUATION EXPERT

- I, Dylan W. D'Ascendis, CRRA, CVA, Partner for ScottMadden, Inc ("ScottMadden") ScottMadden is a Utility Valuation Expert ("UVE") in the Commonwealth of Pennsylvania approved by the Pennsylvania Public Utility Commission (Utility Code 9919278). In connection with the foregoing application, I hereby state the following:
 - City of York ("City") as seller selected ScottMadden, Inc. ("ScottMadden"), a UVE
 in the Commonwealth of Pennsylvania approved by the Pennsylvania Public Utility
 Commission (Utility Code 9919278), to perform a fair market value appraisal of the
 System.
 - 2. Pennsylvania-American Water Company ("PAWC") as buyer selected AUS Consultants, Inc. ("AUS") to perform a fair market value appraisal of the wastewater system and related assets (the "System") of the City.
 - 3. As Partner for ScottMadden, my staff and I prepared a fair market value appraisal of the System on the City's behalf dated June 15, 2021 (the "Fair Market Value Appraisal").
 - 4. The facts set forth in the Fair Market Value Appraisal are true and correct to the best of my knowledge, information, and belief.
 - 5. As UVE for the City, ScottMadden determined the fair market value of the System in compliance with the most recent edition of the Uniform Standards of Professional Appraisal Practices as of the date of the Fair Market Appraisal, employing the cost, market and income approaches, as required by 66 Pa. C.S. § 1329(a)(3) and applied applicable jurisdictional exceptions to the Fair Market Appraisal.

6. Neither ScottMadden nor I nor any ScottMadden staff derived any material

benefit from the sale of the System other than fees for services rendered.

7. Neither I nor any members of ScottMadden staff are an immediate family member

of a director, officer or employee of either PAWC or the City within a 12- month

period of the date City engaged ScottMadden to perform the Fair Market Value

Appraisal.

8. ScottMadden has no affiliation with either the City or PAWC.

9. I make this verification subject to the penalties of 18 Pa.C.S. § 4904 (relating to

unsworn falsification to authorities).

Dylan W/D Ascendis, CRRA, CVA, Partner

ScottMadden, Inc.

3000 Atrium Way, Suite 241 Mount Laurel, New Jersey 08054

Dated: June <u>21</u>, 2021