



Elizabeth Rose Triscari
Director, Corporate Counsel
852 Wesley Drive | Mechanicsburg, PA 17055
Phone: 717-550-1574 | Fax: 717-550-1255
elizabeth.triscari@amwater.com

VIA eFiling

September 15, 2021

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

Re: Pennsylvania-American Water Company
Supplement No. 30 to Tariff Wastewater PA P.U.C. No. 16
Docket No. R-2021- _____

Dear Secretary Chiavetta:

Pennsylvania-American Water Company (the "Company") is filing the enclosed Supplement No. 30 to Tariff Wastewater PA P.U.C. No. 16 ("Supplement No. 30"). Supplement No. 30 contains an issued date of September 15, 2021, and an effective date of November 14, 2021 (which is 60 days from the date of filing). In Supplement No. 30, the Company proposes to modify the rate structure for the Royersford service area to include a fixed number of gallons in the currently approved minimum charge to align with the capabilities of the Company's billing system. It will decrease the tariffed rates of customers in the Royersford area using 5,400 gallons or more per month by approximately \$0.32 per month. Customers will not see a change on their bills.

The following materials are also enclosed to support the tariff change:

- (a) Statement of Reasons, and
- (b) Responses to 52 Pa. Code § 53.52 (a) and (b)

As indicated on the enclosed Certificate of Service, copies of the foregoing materials will be served upon the Commission's Bureau of Investigation & Enforcement, the Office of Consumer Advocate, and the Office of Small Business Advocate.

Please do not hesitate to contact me if you have any questions.

Sincerely,

Elizabeth Rose Triscari

Enclosures

cc: Certificate of Service

**PENNSYLVANIA-AMERICAN WATER COMPANYS
Wastewater Division
(hereinafter referred to as the “Company”)
D/B/A
Pennsylvania American Water**

RATES, RULES AND REGULATIONS

GOVERNING THE FURNISHINGS OF

WASTEWATER COLLECTION AND DISPOSAL SERVICE

IN CERTAIN MUNICIPALITIES AND TERRITORIES LOCATED IN:

ADAMS COUNTY, ALLEGHENY COUNTY, BEAVER COUNTY, BERKS COUNTY,
CHESTER COUNTY, CLARION COUNTY, CUMBERLAND COUNTY, LACKAWANNA
COUNTY, MCKEAN COUNTY, MONROE COUNTY, MONTGOMERY COUNTY,
NORTHUMBERLAND COUNTY, PIKE COUNTY, WASHINGTON COUNTY AND YORK
COUNTY

ALL IN THE COMMONWEALTH OF PENNSYLVANIA

Issued: September 15, 2021

Effective: November 14, 2021

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

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

NOTICE

**This tariff supplement modifies the rates in the Royersford service area.
(Refer to pages 1, 2, 4, and 11.12)**

LIST OF CHANGES

This tariff supplement modifies the rates for the Royersford service area to provide for a fixed number of gallons to be included in the minimum charge.

TABLE OF CONTENTS

	<u>Page</u>		
	<u>Number</u>		
Title Page	1	Supplement No. 30	(C)
List of Changes.....	2	Twenty-third Revised Page	(C)
List of Changes (cont'd).....	3	First Revised Page	
Table of Contents	4	Twenty-third Revised Page	(C)
Table of Contents (cont'd).....	5	Third Revised Page	
Table of Contents (cont'd).....	6	Tenth Revised Page	
Reserved Page for Future Use	7	First Revised Page	
List of Territories Served.....	8	Eleventh Revised Page	
List of Territories Served (cont'd).....	9	Third Revised Page	
Reserved Page for Future Use	10	First Revised Page	
<u>Schedule of Rates</u>			
Rate Zone 1 – Metered and Unmetered.....	11.1	Fourth Revised Page	
Rate Zone 1 – Metered and Unmetered	11.2	Third Revised Page	
Rate Zone 2 – Metered (New Cumberland)	11.3	Third Revised Page	
Rate Zone 3 – Metered and Unmetered (Scranton)	11.4	Third Revised Page	
Rate Zone 4 – Metered and Unmetered (Kane)	11.5	Second Revised Page	
Rate Zone 5 – Metered and Unmetered (Franklin).....	11.6	Second Revised Page	
Rate Zone 6 – Metered and Unmetered (McKeesport)....	11.7	Second Revised Page	
Rate Zone 6 – Metered and Unmetered (McKeesport)	11.8	Second Revised Page	
Rate Zone 7 – Metered and Unmetered (Sadsbury).....	11.9	Second Revised Page	
Rate Zone 8 – Metered and Unmetered (Turbotville)	11.10	Second Revised Page	
Rate Zone 9 – Metered and Unmetered (Exeter)	11.11	Second Revised Page	
Rate Zone 10 – Metered and Unmetered (Royersford) ...	11.12	Third Revised Page	(C)(D)
Miscellaneous Fees and Charges	12	First Revised Page	
Miscellaneous Fees and Charges (cont'd).....	13	First Revised Page	
Miscellaneous Fees and Charges (cont'd).....	14	First Revised Page	
Miscellaneous Fees and Charges (cont'd).....	15	Fifth Revised Page	
Miscellaneous Fees and Charges (cont'd).....	15.1	Original Page	
Low-Income Rider – All Rate Zones – Residential	16	Third Revised Page	
State Tax Adjustment Surcharge (STAS).....	17	First Revised Page	
Distribution System Improvement Charge (DSIC)	18.1	Eleventh Revised Page	
DSIC (cont'd).....	18.2	First Revised Page	
DSIC (cont'd).....	18.3	First Revised Page	
DSIC (cont'd).....	18.4	First Revised Page	
Recoupment Surcharge	19	Fourth Revised Page	

(C) means Change and (D) means Decrease

PENNSYLVANIA-AMERICAN WATER COMPANY

SCHEDULE OF RATES

RATE ZONE 10 – METERED AND UNMETERED

APPLICABILITY

The rates as set forth below will apply in the Royersford service territory (former territory served by the Borough of Royersford) served under this tariff for service rendered on and after the Effective Date shown at the bottom of this page.

AVAILABILITY

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

METERED CHARGES (Based on Water Usage or Sewage Flows, determined at PAWC's discretion)

All metered customers shall be subject to a minimum charge per meter.

All Customer Classes

Minimum Charge per Month	0-5400 gallons per month	\$30.00	(C)(D)
Usage Charge per 100 gallons	All over 5400 gallons per month	\$0.5615	(C)

Special Provision for Public Laundromats: metered flow shall be calculated on the basis of 75% of the volume of water usage.

UNMETERED CHARGES

This charge is a flat rate fee for customers not metered for water consumption.

All Customer Classes

Flat Rate per Month, per EDU	\$43.50
------------------------------	---------

Special Provision for Aqua Pennsylvania Wastewater customers in Limerick Township: the metered and unmetered rates above apply for "each user" in Limerick Township.

(C) means Change and (D) means Decrease

PENNSYLVANIA-AMERICAN WATER COMPANY

STATEMENT OF REASONS

Summary of Proposed Change

Pennsylvania-American Water Company (“PAWC” or the “Company”) is filing herewith Supplement No. 30 to Tariff Wastewater PA P.U.C. No. 16, which bears a proposed effective date of November 14, 2021. On May 25, 2021, PAWC acquired the wastewater system assets of the Borough of Royersford. On June 1, 2021, the Commission approved Supplement No. 28 to Tariff Wastewater PA P.U.C. No. 16, establishing the rates for the Royersford service territory.

The Company’s currently-approved rates for the Royersford service area include a volumetric rate of \$0.5615 per 100 gallons and a \$30.00 minimum charge, which equates to approximately 5,343 gallons included in the \$30.00 minimum charge. The proposed rates would modify the rate structure for the Royersford service area to include a fixed number of gallons in the currently-approved minimum charge. This change has no impact on PAWC’s water or wastewater customers outside of the Royersford service area. The purpose of this tariff change is to align with the capabilities of the Company’s billing system, which bills in 100 gallon increments.

As of August 31, 2021, PAWC furnished wastewater service to approximately 79,027 customers, of which approximately 1,486 are in the Royersford service area.

Impact of the Proposed Change

The proposed change would modify the rate structure for the Royersford service area, Rate Zone 10, to include a defined 5,400 gallons in the \$30.00 minimum charge. No bill will increase

under the proposed tariff. The rates for customers using 5,300 gallons or less are unchanged by the proposed tariff. The tariff rates for customers using 5,400 gallons or more are decreased by approximately \$0.32 per month. The chart below shows the impact on customers at various usage levels.

Gallons	Current Tariff	Proposed Tariff	Difference
5,300 or less	30.00	30.00	-
5,400	30.32	30.00	-0.32
5,500	30.88	30.56	-0.32
5,600	31.44	31.12	-0.32
5,700	32.01	31.68	-0.33
5,800	32.57	32.25	-0.32
5,900	33.13	32.81	-0.32
6,000	33.69	33.37	-0.32
7,000	39.31	38.98	-0.32
8,000	44.92	44.6	-0.32
9,000	50.54	50.21	-0.32
10,000	56.15	55.83	-0.32

PAWC’s authorized pro forma revenues from wastewater customers in 2021 and 2022 are \$83.9 million and \$94.6 million, respectively.¹ Please see also the operating income statement provided pursuant to 52 Pa. Code § 53.52(b)(2). Based on customer usage since the Royersford acquisition, the Company estimates the revenue impact of this tariff revision to be approximately \$1,010 annually as compared to the current tariff.

¹ Docket No. R-2020-3019369; Joint Petition for Settlement Appendix C, Summary of Proof of Revenues

52 Pa. Code § 53.52(a)(1): The specific reasons for each change.

Response:

The proposed rates would modify the rate structure for the Royersford service area to include a fixed number of gallons (5,400 gallons) in the currently-approved minimum charge. The purpose of this tariff change is to align with the capabilities of the Company's billing system, which bills in 100 gallon increments. Please refer also to the Statement of Reasons.

52 Pa. Code § 53.52(a)(2): The total number of customers served by the utility.

Response:

As of August 31, 2021, PAWC furnished wastewater service to approximately 79,027 customers.

52 Pa. Code § 53.52(a)(3): A calculation of the number of customers, by tariff subdivision, whose bills will be affected by the change.

Response:

The proposed change would modify the rate structure for the Royersford service area, Rate Zone 10. As of August 31, 2021, PAWC furnished wastewater service to approximately 1,486 customers in the Royersford service area.

52 Pa. Code § 53.52(a)(4): The effect of the change on the utility's customers.

Response:

This change has no impact on PAWC's water or wastewater customers outside of the Royersford service area. Rates for wastewater customers in the Royersford service area using 5,400 gallons or more are decreased by approximately \$0.32 per month in the proposed tariff as compared to the current tariff.

52 Pa. Code § 53.52(a)(5): The direct or indirect effect of the proposed change on the utility's revenue and expenses.

Response:

There is no impact to expenses. Under the proposed tariff, annual revenues are approximately \$1,010 less per year as compared to the current tariff.

52 Pa. Code § 53.52(a)(6): The effect of the change on the service rendered by the utility.

Response:

None.

52 Pa. Code § 53.52(a)(7): A list of factors considered by the utility in its determination to make the change. The list shall include a comprehensive statement about why these factors were chosen and the relative importance of each. This subsection does not apply to a portion of a tariff change seeking a general rate increase as defined in 66 Pa.C.S. § 1308 (relating to voluntary changes in rates).

Response:

Please refer to the Statement of Reasons. The reason for the proposed change is to align the Royersford rates with the capabilities of the Company's billing system.

52 Pa. Code § 53.52(a)(8): Studies undertaken by the utility in order to draft its proposed change. This paragraph does not apply to a portion of a tariff change seeking a general rate increase as defined in 66 Pa.C.S. § 1308.

Response:

None.

52 Pa. Code § 53.52(a)(9): Customer polls taken and other documents which indicate customer acceptance and desire for the proposed change. If the poll or other documents reveal discernible public opposition, an explanation of why the change is in the public interest shall be provided.

Response:

No customer polls were taken.

52 Pa. Code § 53.52(a)(10): Plans the utility has for introducing or implementing the changes with respect to its ratepayers.

Response:

The purpose of this tariff change is to align with the capabilities of the Company's billing system, which bills in 100 gallon increments. Customers will not see a change on their bills.

52 Pa. Code § 53.52(a)(11): FCC, FERC or Commission orders or rulings applicable to the filing.

Response:

By Order entered May 7, 2021 at Docket No. A-2020-3019634, the Commission authorized PAWC's acquisition of the wastewater system assets of the Borough of Royersford. On June 1, 2021, the Commission approved Supplement No. 28 to Tariff Wastewater PA P.U.C. No. 16, establishing the rates for the Royersford service territory.

52 Pa. Code § 53.52(b)(1): The specific reasons for each increase or decrease.

Response:

The proposed rates would modify the rate structure for the Royersford service area to include a fixed number of gallons (5,400 gallons) in the currently-approved minimum charge. This will decrease the tariffed rates of customers in the Royersford area using 5,400 gallons or more per month by approximately \$0.32 per month.

52 Pa. Code § 53.52(b)(2): The operating income statement of the utility for a 12-month period, the end of which may not be more than 120 days prior to the filing. Water and wastewater utilities with annual revenues under \$100,000 and municipal corporations subject to Commission jurisdiction may provide operating income statements for a 12-month period, the end of which may not be more than 180 days prior to the filing.

Response:

Please see below for PAWC's income statement for the 12 months ended June 30, 2021. This is the per-books income statement for water and wastewater operations and does not reflect any additional adjustments or allocations between water and wastewater operations.

LINE NO.	DESCRIPTION	Water Operations PER BOOKS	Wastewater Operations PER BOOKS	Total Company PER BOOKS
1	Operating Revenue	\$691,488,851	\$75,778,998	\$767,267,849
2	Operating Revenue Deductions:			
3	Operating Expenses	200,073,220	23,671,317	223,744,537
4	Depreciation	137,376,478	22,701,882	160,078,360
5	Amortizations	946,068	64,102	1,010,170
6	Taxes, Other Than Income:			0
7	Local Property And Miscellaneous	2,960,692	0	2,960,692
8	Federal Environmental Tax	0	0	0
9	Public Utility Realty Taxes	2,251,439	0	2,251,439
10	Payroll Taxes	4,245,786	656,026	4,901,812
11	General Assessment	4,295,661	0	4,295,661
12	State Capital Stock Tax	0	0	0
13	Total Taxes Other Than Income	13,753,578	656,026	14,409,604
14	Utility Operating Income Before Income Taxes	339,339,507	28,685,671	368,025,178
15	Income Taxes:			
16	State Income Tax	(180,457)	0	(180,457)
17	Federal Income Tax	70,481,063	0	70,481,063
18	Amortization Of ITC & Excess Deferred Taxes	(233,592)	0	(233,592)
19	Total Income Taxes	70,067,014	0	70,067,014
20	Total Operating Revenue Deductions	422,216,358	47,093,327	469,309,685
21	Utility Operating Income	269,272,493	28,685,671	297,958,164
22	Income Deductions:			
23	Interest On Long Term Debt	76,368,467	0	76,368,467
24	Amortization Of Debt Discount Expense	1,681,761	0	1,681,761
25	Interest On Notes Payable To Others	1,152,854	0	1,152,854
26	Total Income Deductions	79,203,082	0	79,203,082
27	Net Income	\$190,069,411	\$28,685,671	\$218,755,082
28	Preferred Dividends	0	0	0
29	Net Income To Common	\$190,069,411	\$28,685,671	\$218,755,082

52 Pa. Code § 53.52(b)(3): A calculation of the number of customers, by tariff subdivision, whose bills will be increased.

Response:

No customer bills will increase under the proposed tariff supplement.

52 Pa. Code § 53.52(b)(4): A calculation of the total increases, in dollars, by tariff subdivision, projected to an annual basis.

Response:

None.

52 Pa. Code § 53.52(b)(5) A calculation of the number of customers, by tariff subdivision, whose bills will be decreased.

Response:

As of August 31, 2021, PAWC furnished wastewater service to approximately 1,486 customers in the Royersford service area. Of these customers, the proposed tariff decreases rates for customers using 5,400 gallons or more per month as compared to the current tariff. The Company estimates that approximately 263 wastewater customers in the Royersford service area use 5,400 gallons or more per month.

52 Pa. Code § 53.52(b)(6) A calculation of the total decreases, in dollars, by tariff subdivision, projected to an annual basis.

Response:

Please refer to the response to 52 Pa. Code § 53.52(b)(5). Based on the estimate of 263 impacted customers, the Company estimate the annual impact to be \$1,010, calculated as follows:

263 customers x \$0.32 per month x 12 months = \$1,010

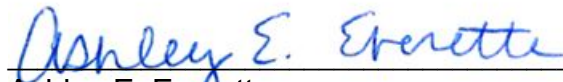
**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

PENNSYLVANIA-AMERICAN WATER :
COMPANY - SUPPLEMENT NO. 30 TO : **DOCKET NO. R-2021-_____**
TARIFF WASTEWATER PA P.U.C. NO. 16 :

VERIFICATION

I, Ashley E. Everette, hereby state that the facts set forth in the **Statement of Reasons and Responses to 52 Pa. Code § 53.52 (a) and (b) accompanying Pennsylvania-American Water Company's Supplement No. 30 to Tarif Wastewater PA P.U.C. No. 16** are true and correct to the best of my knowledge, information and belief. I understand that this Verification is made subject to the provisions and penalties of 18 Pa C.S. § 4904 (relating to unsworn falsifications to authorities).

Dated: September 15, 2021



Ashley E. Everette
Senior Director of Rates and Regulatory
American Water Works Service Company, Inc.

**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

PENNSYLVANIA-AMERICAN WATER :
COMPANY - SUPPLEMENT NO. 30 TO : **DOCKET NO. R-2021-_____**
TARIFF WASTEWATER PA P.U.C. NO. 16 :

CERTIFICATE OF SERVICE


I hereby certify that I have this day served a true copy of the **Statement of Reasons and Responses to 52 Pa. Code § 53.52 (a) and (b) accompanying Pennsylvania-American Water Company's Supplement No. 30 to Tariff Wastewater PA P.U.C. No. 16**, upon the parties listed below, in the manner specified below, in accordance with the requirements of 52 Pa. Code § 1.54:

VIA ELECTRONIC MAIL

Richard A. Kanaskie
Director and Chief Prosecutor
PA Public Utility Commission
Bureau of Investigation and Enforcement
400 North Street, 2nd Floor West
Harrisburg, PA 17120
rkanaskie@pa.gov

Christine M. Hoover, Esq.
Interim Acting Consumer Advocate
PA Office of Consumer Advocate
555 Walnut Street
5th Floor, Forum Place
Harrisburg, PA 17101-1923
choover@paoca.org

Teresa Reed Wagner
Executive Director
Small Business Advocate
PA Office of Small Business Advocate
Forum Place
555 Walnut Street, 1st Floor
Harrisburg, PA 17101
tereswagne@pa.gov



Elizabeth Rose Triscari
Director, Corporate Counsel
Pennsylvania-American Water Company
852 Wesley Drive
Mechanicsburg, PA 17055
717.550.1574 (bus)
717.550.1255 (fax)
elizabeth.triscari@amwater.com

Dated: September 15, 2021