



The York Water Company

March 9, 2022

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street, 2nd Floor North
P.O. Box 3265
Harrisburg, PA 17105-3265

Re: The York Water Company's Acquisition of the CCD Rock Creek LLC
Wastewater System
Docket No. A-2019-3014022

Dear Secretary Chiavetta:

Enclosed on behalf of The York Water Company ("York Water" or the "Company") please find the original cost plant-in-service valuation of the wastewater system of CCD Rock Creek LLC ("CCD"). York Water is filing this original cost valuation pursuant to Ordering Paragraph 6 of the Pennsylvania Public Utility Commission's ("Commission") Opinion and Order entered on September 17, 2020, in the above-captioned proceeding, as well as the Commission's Policy Statement at 52 Pa. Code § 69.711.

The Commission approved York Water's acquisition of CCD's water assets in its September 17, 2020 Order. On December 3, 2020, the transfer by sale of CCD's wastewater assets and rights to York Water was consummated. A tariff was filed effective December 7, 2020, incorporating the acquired territory.

The Company reimbursed CCD for its direct costs to construct the facilities. The Company completed a portion of the collection system upon consummation of the sale. The Company is still in the process of completing the treatment plant and pumping station. This original cost study includes the assets acquired from CCD and the costs incurred directly by the Company to complete the collection system, but not the costs that have or will be incurred directly by the Company to complete the treatment plant and pumping station. The original cost of the system facilities was determined from review of the invoices submitted for reimbursement or incurred directly by the Company. Because the collection system was newly placed in service, no accumulated depreciation was accrued. Depreciation commenced in 2021. Depreciation on the treatment plant and pumping station will commence when they are placed in service. It is the Company's understanding that CCD used no customer funds to build the facilities.

York Water paid the original cost of the acquired system resulting in no difference between acquisition cost and original cost.

York Water intends to include the original cost of the wastewater assets of CCD in its rate base claim in its next rate case as well as the costs to complete the treatment plant and pumping station.

Sincerely,



Matthew E. Poff
CFO and Treasurer

Enclosure

cc: Bureau of Investigation and Enforcement
Office of Consumer Advocate
Office of Small Business Advocate
Michael Hassell, Post & Schell

CCD Rock Creek LLC Wastewater Original Cost Study

Account	Description	Install Date	Unit	Qty	Unit Cost	Total Cost
<u>Land</u>						
353.4	Utility Lot 1					77,229.23
<u>Structures</u>						
354.4	Treatment Plant	In process				1,077,209.25
354.3	Pumping Station	In process				53,670.00
<u>Collection Mains - Gravity</u>						
361.2	4" PVC Main	2020	LF	671.1	45.05	30,231.86
361.2	8" PVC Main	2020	LF	16189.1	56.03	907,149.15
361.2	10" PVC Main	2020	LF	1893.2	67.02	126,883.99
361.2	12" PVC Main	2020	LF	1704.5	78.01	132,963.37
<u>Service Laterals</u>						
363	Laterals	2020	EA	431.00	407.06	175,443.97
<u>Manholes</u>						
361.21	Sanitary Manholes	2020	EA	105.00	424.60	44,582.59
						2,625,363.41