



Teresa K. Harrold

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VIA eFiling

Rosemary Chiavetta, Secretary
Commonwealth of Pennsylvania
Pennsylvania Public Utility Commission
Commonwealth Keystone Building, 2nd Floor
400 North Street
Harrisburg, PA 17120

RE: Pennsylvania American Water – Wastewater Operations Tax Cuts and Jobs Act Voluntary Surcharge Section 1307(e) reconciliation for the 12 months ending December 31, 2021

Dear Secretary Chiavetta:

Attached please find the reconciliation filing for the calendar year ended December 31, 2021, in conjunction with Pennsylvania American Water's TCJA Voluntary Surcharge for its wastewater service territories. These surcharges, as approved at Docket No. R-2018-3000725 and in effect through the effective date of new rates at Docket No. R-2020-3019371, were billed to customers during the period January 1, 2021 through March 7, 2021.

As approved at Docket No. R-2020-3019371 and ordered by the Commission on February 25, 2021, the Company was entitled to recoup the revenue increase not billed from January 28, 2021 through the effective date of new rates, March 8, 2021. The calculated recoupment surcharge included an offset of the TCJA surcharge that had been charged to customers during the recoupment period. Therefore, the reconciliation period for this filing is January 1, 2021 through January 27, 2021.

Pennsylvania American Water is requesting approval to apply the \$10,040 under-collection of 2021 TCJA surcharges for its wastewater excluding Scranton operations and the \$276 over-collection of 2021 TCJA surcharges for its Scranton wastewater operations, plus interest on both, as a decrease to the previously established regulatory liability account for the deferral of the tax savings between January 1, 2018 and June 30, 2018.

If you have any questions, please do not hesitate to contact me.

Sincerely,

Teresa K. Harrold

Attachment

cc. Office of Consumer Advocate w/Attachment VIA E-Mail
Bureau of Investigation and Enforcement w/Attachment VIA E-Mail
Office of Small Business Advocate w/Attachment VIA E-Mail
Bureau of Audits w/Attachment VIA E-Mail
Bureau of Technical Utility Services w/Attachment VIA E-Mail

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PENNSYLVANIA AMERICAN WATER COMPANY
 TCJA Voluntary Surcharge - Wastewater Excluding Scranton
 Statement of Over / Under Revenue
 E1307 (e) - December 31, 2021

DATE	CALCULATED TCJA NEGATIVE SURCHARGE	TCJA NEGATIVE SURCHARGE COLLECTED	UNADJUSTED OVER/ (UNDER) COLLECTIONS	RECOUPMENT SURCHARGE ADJUSTMENT	ADJUSTED OVER/ (UNDER) COLLECTIONS	INTEREST RATE	NUMBER OF MONTHS	INTEREST AMOUNT
January- 21 (1-27)	(\$147,515)	(\$157,555)	(\$10,040)	\$0	(\$10,040)	3.75%	18	(\$565)
January- 21 (28-31)	(\$36,734)	(\$36,734)	\$0	\$0	\$0	3.75%	18	\$0
February-21	(165,409)	(122,639)	\$42,770	(42,770)	\$0	3.75%	17	-
March-21	(111,740)	(108,265)	\$3,475	(3,475)	\$0	4.00%	16	-
April-21						4.25%	15	-
May-21						4.50%	14	-
June-21						4.50%	13	-
July-21						4.50%	12	-
August-21						4.50%	11	-
September-21						4.25%	10	-
October-21						4.25%	9	-
November-21						4.25%	8	-
December-21						4.50%	7	-
	(\$461,398)	(\$425,193)	\$36,205	(\$46,245)	(\$10,040)			(\$565)

PENNSYLVANIA AMERICAN WATER COMPANY
 TCJA Voluntary Surcharge - Scranton Wastewater
 Statement of Over / Under Revenue
 E1307 (e) - December 31, 2021

DATE	CALCULATED TCJA NEGATIVE SURCHARGE	TCJA NEGATIVE SURCHARGE COLLECTED	UNADJUSTED OVER/ (UNDER) COLLECTIONS	RECOUPMENT SURCHARGE ADJUSTMENT	ADJUSTED OVER/ (UNDER) COLLECTIONS	INTEREST RATE	NUMBER OF MONTHS	INTEREST AMOUNT
January-21 (1st to 27th)	(\$112,401)	(\$112,125)	\$276	\$0	\$276	3.75%	18	\$16
January-21 (28th to 31st)	(\$24)	(\$24)	\$0	\$0	\$0	3.75%	18	-
February-21	(103,531)	(102,740)	\$791	(791)	\$0	3.75%	17	-
March-21	(782)	(3,409)	(\$2,627)	2,627	\$0	4.00%	16	-
April-21						4.25%	15	-
May-21						4.50%	14	-
June-21						4.50%	13	-
July-21						4.50%	12	-
August-21						4.50%	11	-
September-21						4.25%	10	-
October-21						4.25%	9	-
November-21						4.25%	8	-
December-21						4.50%	7	-
	(\$216,738)	(\$218,298)	(\$1,560)	\$1,836	\$276			\$16