

**Application of Pennsylvania-American Water Company for Acquisition of
the Wastewater Assets of Butler Area Sewer Authority (“BASA”)**

66 Pa. C.S. § 1329

Application Filing Checklist – Water/Wastewater

Docket No. A-2022-3037047

12. Provide a proposed tariff containing a rate equal to the existing rates of the seller at the time of the acquisition and a rate stabilization plan, if applicable to the acquisition.

AMENDED RESPONSE:

See enclosed **Appendix A-12**, *pro forma* Tariff Supplement No. XX to Tariff Wastewater PA P.U.C. No. 16 of PAWC, Wastewater Division, containing PAWC’s position on an initial base rate equal to the existing rates of Butler Area Sewer Authority at the time of the acquisition, which are set forth in Schedule 7.04(a)-2 of the APA which is attached as **Appendix A-24-a**. See also enclosed **Appendix A-12.1**, provided as directed by the Bureau of Technical Utility Services.

The APA provides that base rates shall not be proposed to be increased until the later of the first anniversary of the Closing Date or January 1, 2025 as set forth in Section 7.04 of the APA which is attached as **Appendix A-24-a**. The Company does not anticipate that the BASA’s rates will be held constant after the next rate base rate case and therefore does not technically fall within the definition of a “rate stabilization plan” as defined in 66 Pa C.S. §1329. See Direct Testimony of Ashley E. Everette, PAWC St. No. 3, pp. 9-10, enclosed as **Appendix A-14-a**.