

December 4, 2023

VIA E-File

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

Re: Pennsylvania Public Utility Commission v. Pennsylvania-American Water Company Docket Nos. R-2023-3043189 (water); R-2023-3043190 (wastewater)

Petition to Intervene and Answer of CAUSE-PA

Dear Secretary Chiavetta:

Please find the attached **Petition to Intervene and Answer of the Coalition for Affordable Utility Services and Energy Efficiency in Pennsylvania (CAUSE-PA)** in the above referenced proceeding.

As indicated on the attached Certificate of Service, service on the parties was accomplished by email only.

Respectfully Submitted,

Rypull

Ria M. Pereira, Esq. Counsel for CAUSE-PA

CC: Certificate of Service

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission	:		
	:		
V.	:	Docket Nos.	R-2023-3043189
	:		R-2023-3043190
Pennsylvania-American Water Company	:		

PETITION TO INTERVENE AND ANSWER OF THE COALITION FOR AFFORDABLE UTILITY SERVICES AND ENERGY EFFICIENCY IN PENNSYLVANIA

PENNSYLVANIA UTILITY LAW PROJECT Counsel for CAUSE-PA Ria M. Pereira, Esq., PA ID: 316771 Lauren N. Berman, Esq., PA ID: 310116 John W. Sweet, Esq., PA ID: 320182 Elizabeth R. Marx, Esq., PA ID: 309014 118 Locust Street Harrisburg, PA 17101 Tel.: 717-236-9486 Fax: 717-233-4088 pulp@pautilitylawproject.org

December 4, 2023

Pursuant to the provisions of the Rules of Practice and Procedure of the Pennsylvania Public Utility Commission ("PUC" or "Commission"), 52 Pa. Code §§ 5.61-5.76, the Coalition for Affordable Utility Services and Energy Efficiency in Pennsylvania ("CAUSE-PA"), through its counsel at the Pennsylvania Utility Law Project, hereby petitions the Pennsylvania Public Utility Commission ("Commission") to intervene and files its Answer in the above-captioned proceeding. In support thereof, CAUSE-PA states as follows:

1. On November 8, 2023, Pennsylvania-American Water Company (PAWC or the Company) submitted a rate filing, Supplement No. 45 to Tariff Water-PA P.U.C. No. 5 and Supplement No. 47 to Tariff Wastewater-PA P.U.C. No. 16, which proposes to increase rates by approximately \$203.9 million, or approximately 20.2%, based on a fully projected future test year ending June 30, 2025. (Volume I, Statement of Specific Reasons). According to the Company, if the entire rate request is approved as filed, the total bill for a residential water customer in Rate Zone 1 - Water who uses approximately 3,201 gallons per month would increase from \$70.65 to \$88.24 per month, or by 24.9%, while the total bill for a residential water customer in Rate Zone 1 – Wastewater using approximately 3,122 gallons per month would decrease from \$105.18 to \$100.08 per month, or by 4.8%. (Volume I, Notice of Proposed Water and Wastewater Rate Changes). However, the proposed decrease in projected wastewater bills is as a result of PAWC's proposal to reallocate a portion of its wastewater revenue to water operations, increasing residential water bills by approximately \$6.08. (PAWC St. 1 at 20-21).

Petition to Intervene

2. Eligibility to intervene in Commission proceedings is governed by 52 Pa. Code § 5.72, which provides in relevant part that "[a] petition to intervene may be filed by a person claiming a

right to intervene or an interest of such nature that intervention is necessary or appropriate to the administration of the statute under which the proceeding is brought." 52 Pa. Code § 5.72(a).

3. Section 5.72 further provides that the right or interest may be one "which may be directly affected, and which is not adequately represented by existing participants, and as to which the petitioner may be bound by the action of the Commission in the proceeding." 52 Pa. Code. § 5.72(a)(2).

4. Even though Section 5.72 speaks of the rights of a "person" to intervene, the Commonwealth Court has consistently stated that "an association may have standing as a representative of its members ... as long as an organization has at least one member who has or will suffer a direct, immediate, and substantial injury to an interest as a result of the challenged action, [i.e., is aggrieved, the organization] has standing." <u>Energy Cons. Council of Pa. v. Pa.</u> <u>PUC</u>, 995 A.2d 465, 476 (Pa. Commw. 2010) (alteration in original) (<u>citing Tripps Park v. Pa.</u> <u>PUC</u>, 415 A.2d 967 (Pa. Commw. 1980); <u>Parents United for Better Schools v. School District of Philadelphia</u>, 646 A.2d 689 (Pa. Commw. 1994)).

5. CAUSE-PA is an unincorporated association of low and moderate income individuals that advocates on behalf of its members to enable consumers of limited economic means to connect to and maintain affordable water, electric, heating, and telecommunication services.

6. CAUSE-PA membership is open to moderate and low income individuals residing throughout the Commonwealth of Pennsylvania who are committed to the goal of helping low income families maintain affordable access to utility services and achieve economic independence.

7. CAUSE-PA is located, c/o the Pennsylvania Legal Aid Network, at 118 Locust Street, Harrisburg, PA 17101.

3

8. CAUSE-PA has a significant interest in the impact that PAWC's proposed rate increase will have on moderate and low income residential customers. These interests are not adequately represented by other participants.

9. Members of CAUSE-PA are located within PAWC's service territory and will be directly affected by the outcome of this proceeding. Particularly, this proceeding will affect the price that CAUSE-PA members pay for water and wastewater as well as the reliability and quality of those services.

10. CAUSE-PA has standing to intervene because its members have or will suffer a direct, immediate, and substantial injury to an interest as a result of this proceeding. <u>See Energy Cons.</u> <u>Council of Pa., 995 A.2d at 476.</u>

11. CAUSE-PA is represented in this proceeding by:

Ria M. Pereira, Esquire Elizabeth R. Marx, Esquire Lauren N. Berman, Esquire John W. Sweet, Esquire **Pennsylvania Utility Law Project** 118 Locust Street Harrisburg, PA 17101 Telephone: 717-236-9486 Facsimile: 717-233-4088 E-mail: pulp@pautilitylawproject.org

12. Counsel for CAUSE-PA consents to the service of documents by electronic mail to pulp@pautilitylawproject.org, as provided in 52 Pa. Code § 1.54(b)(3).

<u>Answer</u>

13. CAUSE-PA has preliminarily reviewed PAWC's rate filing and objects to PAWC's request on the grounds that the proposed rate increase could result in unjust and unreasonable rates that would impose economic hardship on low and moderate income residential customers.

14. Terms, conditions, and rates for water and wastewater service are not just and reasonable if they are not appropriately designed and implemented to ensure that all consumers are able to access safe and affordable water and wastewater services, consistent with the laws and policies of the Commonwealth. A preliminary review of PAWC's filings suggests that PAWC's proposed rate increases may be unjust, unreasonable, and inconsistent with the laws and policies of this Commonwealth.

15. PAWC's rate proposal would substantially increase residential rates for residential customers. PAWC's proposals would increase a residential water bill for a typical customer in Rate Zone 1 - Water using approximately 3,201 gallons per month from \$70.65 to \$88.24 per month, or by 24.9%. (Volume I, Notice of Proposed Water and Wastewater Rate Changes). A steep increase in rates such as the increase proposed by PAWC will have a disproportionate harmful impact on low, fixed, and moderate income households, who already struggle to afford life's most essential needs.

16. Preliminary review of PAWC's filing suggests that PAWC's proposed changes to its low income assistance programs – including changes to its Bill Discount Program – are insufficient to remediate widespread and long-term rate unaffordability that will be worsened by any approved rate increase. (See PAWC St. 10 at 23-28). Further review is needed to ensure that PAWC's low income programming is adequately designed to meet the needs of the communities it serves.

17. In its filing, PAWC also requests approval of the following alternative rate mechanisms in accordance with 66 Pa. C.S. § 1330: a Revenue Decoupling Mechanism and an Environmental Compliance Investment Charge. (Volume I, Notice of Proposed Water and Wastewater Rate Changes). Further investigation is necessary to determine whether these proposals are just, reasonable, in the public interest, and whether PAWC's residential customers – including its low

5

income customers – will be negatively impacted by these proposals.

18. Continued delivery of safe, affordable water and wastewater service is of critical importance to the safety, welfare, and economic stability of all Pennsylvanians – including those with limited financial means. In recognition of this fact, the law requires that utility rates and associated terms and conditions of service – here water and wastewater services – be just, reasonable, and in conformity with regulations or orders of the Commission. <u>See</u> 66 Pa. C.S. § 1301(a). PAWC's general rate increase could have a disparate impact on households with limited economic means and undermine bill affordability achieved through low income programs.

19. CAUSE-PA asserts that these matters, and any future modifications presented by intervening parties, must be thoroughly reviewed and investigated to ensure that all customers are able to access safe, affordable water and wastewater services within PAWC's service territory.

WHEREFORE, CAUSE-PA respectfully requests that the Commission enter an order granting CAUSE-PA full status as an intervener in this proceeding with active party status.

Respectfully submitted,

PENNSYLVANIA UTILITY LAW PROJECT *Counsel for CAUSE-PA*

Rigsull

Ria M. Pereira, Esq., PA ID: 316771 Elizabeth R. Marx, Esq., PA ID: 309014 Lauren N. Berman, Esq., PA ID: 310116 John W. Sweet, Esq., PA ID: 320182 118 Locust Street Harrisburg, PA 17101 Tel.: 717-236-9486 Fax: 717-233-4088 pulp@pautilitylawproject.org

Date: December 4, 2023

Verification

I, <u>Elizabeth R. Marx</u>, legal counsel for the Coalition for Affordable Utility Services and Energy Efficiency in Pennsylvania ("CAUSE-PA"), on behalf of CAUSE-PA, hereby state that the facts contained in the foregoing pleadings are true and correct to the best of my knowledge, information, and belief, that I am duly authorized to make this Verification, and that I expect to be able to prove the same at a hearing held in this matter. I understand that the statements herein are made subject to the penalties of 18 Pa. C.S. § 4904 (relating to unsworn falsification to authorities).

Asborn K. Many.

Elizabeth R. Marx, Esq. On behalf of the Coalition for Affordable Utility Services and Energy Efficiency in Pennsylvania

Dated: December 4, 2023

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Pennsylvania Public Utility Commission	:		
	:		
V.	:	Docket Nos.	R-2023-3043189
	:		R-2023-3043190
Pennsylvania-American Water Company	:		

Certificate of Service

I hereby certify that I have this day served copies of the **Petition to Intervene and**

Answer of the Coalition for Affordable Utility Services and Energy Efficiency in

Pennsylvania upon the parties of record in the above captioned proceeding in accordance with the requirements of 52 Pa. Code § 1.54.

Elizabeth Rose Triscari, Esquire	Kenneth M. Kulak, Esquire
Teresa K. Harrold, Esquire	Brooke E. McGlinn, Esquire
Erin K. Fure, Esquire	Catherine Vasudevan, Esquire
Pennsylvania-American Water Company	Mark A. Lazaroff, Esquire
852 Wesley Drive	Morgan, Lewis & Bockius LLP
Mechanicsburg, PA 17055	1701 Market Street
elizabeth.triscari@amwater.com	Philadelphia, PA 19103-2921
teresa.harrold@amwater.com	ken.kulak@morganlewis.com
erin.fure@amwater.com	brooke.mcglinn@morganlewis.com
	catherine.vasudevan@morganlewis.com
	mark.lazaroff@morganlewis.com
Carrie B. Wright, Esquire	Steven C. Gray, Esquire
Bureau of Investigation & Enforcement	Rebecca Lyttle, Esquire
Pennsylvania Public Utility Commission	Office of Small Business Advocate
Commonwealth Keystone Building	555 Walnut Street
400 North Street, 2nd Floor	1st Floor, Forum Place
Harrisburg, PA 17120	Harrisburg, PA 17101
<u>carwright@pa.gov</u>	sgray@pa.gov
	relyttle@pa.gov
Andrew J. Zerby, Esquire	Joseph L. Vullo, Esquire
David T. Evrard, Esquire	Burke Vullo Reilly Roberts
Erin Gannon, Esquire	1460 Wyoming Avenue
Melanie J. El Atieh, Esquire	Forty Fort, PA 18704
Office of Consumer Advocate	jlvullo@bvrrlaw.com
555 Walnut Street	

VIA EMAIL

	1
5th Floor, Forum Place	
Harrisburg, PA 17101	
<u>AZerby@paoca.org</u>	
DEvrard@paoca.org	
EGannon@paoca.org	
MElAtieh@paoca.org	
OCAPAWC2023@paoca.org	
Adam Nemchick	Kirk Spencer
1106 Pepper Ridge Drive	29 Greenwood Hills Drive
Reading, PA 19606	Mountain Top, PA 18707
adam.nemchick@yahoo.com	kspencer80@hotmail.com
Amanda Johnsen	Leroy Bumbarger
6106 Pond View Drive	741 Lincoln Road
Birdsboro, PA 19508	Birdsboro, PA 19508
ajohnsen2@gmail.com	amybumbarger@gmail.com
Anne Lockwood & Michael Haehnel	Brian A. Gottschall
747 Florida Ave	327 Gibraltar Road
York, PA 17404	Reading, PA 19606
alockwood039@protonmail.com	mail@gottschall.org
alockwoodoss(aprotoninan.com	man(wgousenan.org
Mark Henderson	Keith Sauer
5425 E. Lorane Road	4824 Farming Ridge Blvd
Reading, PA 19606	Reading, PA 19606
markwh24@ptd.net	keith.j.sauer@gmail.com
<u>markwiiz-ta/ptd.net</u>	<u>Ketti, j. suderte ginan. com</u>
Jim Davidson	Andrew Kulp
3804 Circle Ave	102 Hartline Drive
Reading, PA 19606	Reading, PA 19606
ifeel4u151@gmail.com	andrewkulp@comcast.net
Natalie Rarick	Robert K. Ralls
785 Lilac Lane	254 Red Haven Road
Reading, PA 19606	New Cumberland, PA 17070
natalierarick@aol.com	rralls73@yahoo.com
Richard Tawadros	L. Scott and Tacy M. Rutherford
802 Kennedy Ct. West	60-2 Mint Tier
Norriton, PA 19403-5250	Reading, PA 19606
rtawadros@pm.me	scotacy@icloud.com
David Ross	Phyllis Connelly
	71 Bushkill Court
171 Scotland Drive Reading, PA 19606	Reading, PA 19606

evakoci@hotmail.com	phyllisc@ptd.net
	phymsetopta.net
Anh Duong	William Cameron and Linda Long
4697 Pheasant Run	114 Murphy Circle
Reading, PA 19606	Bushkill, PA 18324
anhduo16@gmail.com	oshundaze@yahoo.com
Kathleen Schwartz	Alecia M. Lilley
205 Constitution Ave	8 Ptarmigan Drive
Reading, PA 19606	Reading, PA 19606
dixie0418@verizon.net	amlcraft9@gmail.com
	<u>uniterates (a) ginani com</u>
Angelica Alvarez	Jeff Henry
13 N Savanna Dr	4621 Hillside Road
Pottstown, PA 19465	Reading, PA 19606
aalvarez422@gmail.com	jeffhenry1@me.com
	· · · · · · · · · · · · · · · · · · ·
Jennifer C Dianna	John Miller
3307 Orchard View Road	12 Elliot Dr
Reading, PA 19606-4438	Reading, PA 19606
jdianna93@gmail.com	millerjjm722@gmail.com
Lynn Deacosta	Lynn Mugno
4525 Delmar Drive	1102 Strawberry Run
Reading, PA 19606	Reading, PA 19606
daisflow@yahoo.com	lynnmugno@gmail.com
Matthews I. Miller	Michelle White
Matthew J. Miller	
4731 Doyle Road	16 Ptarmigan Dr.
Pittsburgh, PA 15227	Reading, PA 19606
MILLEMA3@VERIZON.NET	mwarwhite324@gmail.com
Shanna Weagle	Thomas J Hollenbach
1754 Robson Dr	311 Lutz Drive
Pittsburgh, PA 15241	Reading, PA 19606
shannaweagle@gmail.com	thollenbach@comcast.net
Kurt J. Boehm, Esq.	J. Chadwick Schnee, Esq.
Jody Kyler Cohn, Eq.	Schnee Legal Services, LLC
BOEHM, KURTZ & LOWRY	74 E. Main Street, #648
36 East Seventh Street, Suite 1510	Lititz, PA 17543
Cincinnati, Ohio 45202	chadwick@schneelegal.com
kboehm@bkllawfirm.com	
jkylercohn@bkllawfirm.com	
Joseph Donahue	Laura Semel
114 S Highland Dr	501 W 1st Ave

Pittston, PA 18640	Parkesburg, PA 19365
jdon3542@gmail.com	laurasemel@yahoo.com
Christopher Blake	Devon Landis
Skully Rock LlC	735 Lilac Ln
133 Constitution Ave	Reading, PA 19606
Reading, PA 19606	dnlandis2021@gmail.com
CHANGPINKY@YAHOO.COM	
Morgan Wengert	Patricia A Finley
5 Nancy Cir	28 Bent Brook Circle
Reading, PA 19606	Reading, PA 19606
13wengert@gmail.com	finleypatti@gmail.com

Respectfully Submitted, **PENNSYLVANIA UTILITY LAW PROJECT** *Counsel for CAUSE-PA*

Rigsull

Ria M. Pereira, PA ID: 316771 118 Locust Street Harrisburg, PA 17101 717-710-3839 pulp@pautilitylawproject.org

December 4, 2023