



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
COMMONWEALTH KEYSTONE BUILDING
400 NORTH STREET
HARRISBURG, PENNSYLVANIA 17120

June 5, 2025

Docket No. S-2025-3055570
Utility Code: 212070

Thomas J. Walsh, III
3655 Route 202
Suite 105
Doylestown, PA 18902

RE: Securities Certificate of Newtown Artesian Water Company for the registration of a business installment note with a principal amount of \$6,000,000 from The First National Bank & Trust Co. of Newtown

Dear Attorney Walsh:

The above-captioned securities certificate was filed with the Commission on June 3, 2025. To assist the Commission in conducting its review of the proposed securities filing, please respond with the information requested in Data Request TUS 1, attached to this letter.

Please forward the information to the Secretary of the Commission **within ten (10) days of the date of this letter**. Make sure to reference the above docket number when filing your response. Filings must be submitted by e-filing with the Secretary of the Commission by opening an e-filing account through the Commission's website and accepting e-service at <http://www.puc.state.pa.us/efiling/default.aspx>. **CONFIDENTIAL MATERIAL CANNOT BE E-FILED**. If your filing contains confidential material, you are required to file by overnight delivery to ensure the timely filing of your submission. The mailing address for the Commission is:

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

Your answers should be verified per 52 Pa Code § 1.36. Accordingly, you must provide the following statement with your responses:

I, _____, hereby state that the facts set forth above are true and correct to the best of my knowledge, information and belief, 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).

The blank should be filled in with the name of the appropriate company representative, and the signature of that representative should follow the statement.

In addition to the filing directions above, please also email the information to bamreese@pa.gov. If you have any questions on this matter, please contact Bambi Reese, Bureau of Technical Utility Services, at 717-705-0934 or bamreese@pa.gov.

Sincerely,

A handwritten signature in black ink that reads "Matthew L. Homsher". The signature is written in a cursive style with a large, stylized initial "M".

Matthew Homsher
Secretary

Enclosure: Data Request TUS 1

Data Request TUS 1:

Chapter 19 Securities Certificate Registrations - Data Request

To the extent the following information has not been filed with Applicant's registration:

- 1.) Previous registration balances. Provide docket numbers, initial registration amount, issuances by type, amount and date and current remaining balance. Plans for these balances vis-à-vis the current registration.
- 2.) What effect will this issuance have upon the capital structure of the utility. Show calculations.
- 3.) Current and three-year projections for: (Provide details of calculation)
 - Sources and Uses of Funds
 - Capital Expenditures
 - Ratio of Capital Expenditures to Depreciation and Amortization
 - Capitalization Ratios
 - Dividend payout ratio
 - Interest coverage ratios – both SEC and Indenture basis
- 4.) Three-year history of credit ratings – By credit rating agency and class.
- 5.) Projected refinancing savings or costs, if applicable.
- 6.) Affiliated interest agreement applicable to instant registration if financing involves an affiliate.
- 7.) List all unregulated affiliates of the applicant.
- 8.) List all debt for which the applicant is a guarantor of affiliated company debt instruments.
- 9.) For any corporate money pool from which applicant may potentially borrow, lend or deposit excess cash to, provide:

- Commission ordered reporting requirements
- Current balances of borrowed and lent funds
- Eligible borrowing and lending entities
- Accounting for money pool transactions
- 3 year history of borrowing and lending to the pool

10.) Describe historical reliance by type of both corporate internal and external sources of financing.

11.) Where current dividend payout ratio exceeds 75 %, provide three-year history and plan for future dividend payouts.

12.) Where the debt to total capital ratio exceeds 55%, provide plan for managing future debt to total capital levels.

13.) With respect to the purpose for which you propose to issue or assume securities:

A. If the purpose is the purchase or construction of new facilities, or the betterment of existing facilities, provide:

1. Estimated final cost.
2. A brief description of the new facilities or betterments.
3. The date when it is expected that the purchase or construction or betterment will be completed.
4. Estimated amount of AFUDC included in the project costs.

B. If the purpose is to obtain working capital, explain any unusual condition which exists, or will exist, in the public utility's current assets or current liabilities, stating:

1. The approximate cost of average materials and supplies inventory which the public utility expects to carry.
2. The average time elapsing between the date when the public utility furnishes or begins a period of furnishing services to customers and the date when collection is made from customers for the service.
3. The minimum bank balance requirements.

C. If the purpose is to refund obligations, describe obligations in detail.

1. Explain the purpose for which obligations were issued or refer to the number of securities certificate in which the purpose appears.
2. State whether refunding is to meet maturity, or to effect saving in interest or other annual charges; if to effect savings, state date when, and at price which obligations are to be called, and submit statement showing savings to be effected as a result of refunding.

D. If the purpose is for the payment of dividends, please justify the use of funds from the registration to pay dividends.

E. If the purpose is to fund pension obligations;

1. Provide the current Accumulated Benefit Obligation (except where no longer used consistent with FASB Statement No. 158), the projected benefit obligation, the current fair value of plan assets, and the percent that the current benefit obligation is funded.

2. Provide the annual contributions to the plan from 2006 to the present, and the projected contributions for the next five years.

3. Provide an explanation as to how compliance with the Pension Protection Act of 2006 will be accomplished.

14.) Reconcile total capitalization with total rate base for ratemaking purposes. Are any of the funds to be issued for a non-utility purpose? If so, please describe that purpose.

15.) Three-year history and three year projections for ratio of capital expenditures to depreciation expense. Show calculations.