

**PENNSYLVANIA  
PUBLIC UTILITY COMMISSION  
Harrisburg, PA 17105-3265**

Public Meeting held July 10, 2025

Commissioners Present:

Stephen M. DeFrank, Chairman  
Kimberly Barrow, Vice Chair  
Kathryn L. Zerfuss  
John F. Coleman, Jr.  
Ralph V. Yanora

Securities Certificate of The Newtown Artesian  
Water Company for the issuance of a Business  
Installment Note in a principal amount of \$6,000,000

S-2025-3055570

**ORDER**

**BY THE COMMISSION:**

On June 3, 2025, The Newtown Artesian Water Company (“NAWC” or the “Company”) filed pursuant to Chapter 19 of the Public Utility Code, 66 Pa. C.S. §§ 1901, *et seq.*, the above-captioned securities certificate. On June 10, 2025, NAWC agreed to a voluntary extension of the consideration period until July 11, 2025.

NAWC, utility code 212070, is a Pennsylvania public utility originally chartered and incorporated in 1888 under the Corporation Act of 1874. NAWC currently provides water service as a private water utility to 10,697 customers in Bucks County.

NAWC is proposing to issue a Business Installment Note in a principal amount of \$6,000,000. The lender is The First National Bank and Trust Company of Newtown (FNB). FNB is not an affiliate of NAWC. The loan will be for a twenty-year term at a

6.99% fixed interest rate. The monthly payment for principal and interest will be \$47,634.99, with a final payment of all unpaid principal and interest at the end of the term. There are no callability or conversion provisions, maintenance, depreciation, sinking fund or other provision or trustee associated with the proposed financing.

NAWC plans to use the proceeds of the Business Installment Note to pay off a balance of approximately \$1,250,000 on an existing short term line of credit with FNB, to fund the Company's required lead service line replacements at an estimated cost of \$51,069, and to fund construction of the Company's PFAS and PFOS treatment plant capital projects at an estimated remaining cost of \$4,621,933. The short-term line of credit will remain in place, with a borrowing limit up to \$3,000,000 that the Company uses to finance infrastructure improvements, hydrant replacements, and meter replacements. As a result of the debt issuance, NAWC estimates that its capital structure will consist of approximately 59% debt and 41% equity.

Compliance checks found that NAWC is current with its annual financial, quarterly earnings, and Security Planning and Readiness report filing requirements and has no outstanding fines, fees or assessments.

Having reviewed the instant filing, we have determined that The Newtown Artesian Water Company's proposal to issue a Business Installment Note in a principal amount of \$6,000,000 to pay off an existing short term line of credit and to fund construction of the Company's PFAS, to fund required lead service line replacement, and PFOS treatment plant capital projects is necessary or proper for the present and probable future capital needs of the utility; **THEREFORE,**

**IT IS ORDERED:**

1. That the securities certificate of The Newtown Artesian Water Company concerning the issuance of a Business Installment Note in a principal amount of \$6,000,000 is hereby registered.

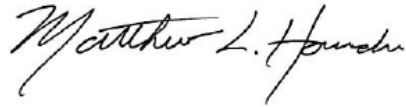
2. That within 60 days of the issuance of the Business Installment Note pursuant to the instant registration, The Newtown Artesian Water Company shall file notice with the Commission of such issuance together with a summary of the interest rate, maturity and call provisions.

3. That the registration period of the debt issuance will end on December 31, 2025, if the issuance has not occurred by that date.

4. That consistent with section 1903(b) of the Public Utility Code, 66 Pa. C.S. § 1903(b), the registration of the subject securities certificate does not represent Commission approval of the proposed projects for rate recovery pursuant to 66 Pa.C.S. §§ 1301-1328.

5. That upon receipt of the notice required by Ordering Paragraph No. 2, above, this case shall be marked closed.

**BY THE COMMISSION,**

A handwritten signature in black ink, appearing to read "Matthew L. Homsher". The signature is written in a cursive style with a large initial "M".

Matthew Homsher  
Secretary

(SEAL)

ORDER ADOPTED: July 10, 2025

ORDER ENTERED: July 10, 2025