

**Application of Pennsylvania-American Water Company for Acquisition of  
the Wastewater Assets of East Coventry Township  
66 Pa. C.S. §1329  
Application Filing Checklist – Water/Wastewater**

**Docket No. A-2025-3053487**

10. Estimated or, if available, actual transaction and closing costs incurred by the Buyer that will be included in the rate base.

**RESPONSE:** PAWC’s estimated transaction closing costs are approximately \$1.025 million. As a practical matter, the exact extent of such costs cannot be known at the time of filing the Application and will not be finally known until after the Closing of the Transaction. The costs depend on a number of variables, including whether this Application is settled or fully litigated. PAWC will track such costs and incorporate them into rate base in a future base rate proceeding as appropriate. Please see a further breakdown at **Appendix A-10**.

**Acquisition Transaction and Closing Cost Projections**

| <u>East Coventry Wastewater System</u> | <u>Amount</u>      |
|--|--------------------|
| Legal                                  | \$750,000          |
| PUC/Copying/Publication                | \$9,000            |
| Transfer Taxes                         | \$85,000           |
| Title Insurance                        | \$43,000           |
| Permits                                | \$3,000            |
| Engineering Assessment Study           | \$10,000           |
| Customer Notice                        | \$22,000           |
| Act 12 FMV Valuation                   | \$50,000           |
| Act 537 Plan Update                    | \$35,000           |
| Easement Investigation                 | \$15,000           |
| Customer Welcoming Packets             | \$3,000            |
| <b>Total</b>                           | <b>\$1,025,000</b> |