



October 15, 2025

Matt Homsher, Secretary
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, PA 17105-3265

Re: Quarterly Earnings Reports
Docket No. M-2025-3052807

Dear Mr. Homsher:

Attached please find the Quarterly Earnings Report for the 3rd Quarter 2025.

Should you have any questions please feel free to contact me.

Sincerely,

A handwritten signature in blue ink, appearing to read "David T. Lewis".

David T. Lewis, P.E.
President and
General Manager

Copy: Marc Hoffer

Columbia Water Company

220 Locust Street ■ P.O. Box 350 ■ Columbia, PA 17512
Phone: 717-684-2188 ■ Fax: 717-684-4566

SCHEDULE A

Company Name: **Columbia Water Company**
 Financial Report for Twelve Months Ended
September 30, 2025

(Thousands of Dollars)

| | Actual per <u>Books</u> (1) | Intrastate <u>Percent</u> (2) | Intrastate per books (3) | <u>Adjustments (a)</u> (4) | <u>Adjusted Results</u> (5) |
|---|--------------------------------------|-------------------------------------|--------------------------------|-------------------------------|------------------------------------|
| (1) Original Cost of Plant In Service | \$56,176 | 1.0000 | 56,176 | - | 56,176 |
| (2) Less: Depreciation Reserve | 23,133 | 1.0000 | 23,133 | - | 23,133 |
| (3) Net Plant in Service | 33,043 | | 33,043 | - | 33,043 |
| <u>Additions:</u> | | | | | |
| (4) Land/Plant Held for Future Use | 60 | 1.0000 | 60 | - | 60 |
| (5) Materials & Supplies & Fuel Stocks | 49 | 1.0000 | 49 | - | 49 |
| (6) Cash Working Capital (b) | 563 | 1.0000 | 563 | - | 563 |
| (7) Other | - | 1.0000 | - | - | - |
| <u>Deductions:</u> | | | | | |
| (8) Accumulated Deferred Income Taxes | 5,917 | 1.0000 | 5,917 | - | 5,917 |
| (9) Liberalized Depreciation | - | 1.0000 | - | - | - |
| (10) Investment Tax Credit | - | 1.0000 | - | - | - |
| (11) Other | - | 1.0000 | - | - | - |
| (12) Customer Deposits | 31 | 1.0000 | 31 | - | 31 |
| (13) Customer Advances | - | 1.0000 | - | - | - |
| (14) Contributions in Aid of Construction | 7,158 | 1.0000 | 7,158 | - | 7,158 |
| (15) Other | - | 1.0000 | - | - | - |
| (16) RATE BASE | \$20,609 | | 20,609 | - | 20,609 |
| (17) <u>Operating Revenues</u> | <u>\$7,796</u> | <u>1.0000</u> | <u>7,796</u> | <u>-</u> | <u>\$7,796</u> |
| <u>Operating Expenses</u> | | | | | |
| (18) Operation & Maintenance | 4,578 | 1.0000 | 4,578 | - | 4,578 |
| (19) Annual Depreciation | 1,398 | 1.0000 | 1,398 | - | 1,398 |
| (20) Taxes - Other than Income | 299 | 1.0000 | 299 | - | 299 |
| (21) State Income Tax - Current | 125 | 1.0000 | 125 | - | 125 |
| (22) Federal Income Tax - Current | 45 | 1.0000 | 45 | - | 45 |
| (23) Deferred Income Taxes | 274 | 1.0000 | 274 | - | 274 |
| (24) Investment Tax Credit (Net) | - | 1.0000 | - | - | - |
| (25) Total Operating Expenses | 6,719 | | 6,719 | - | 6,719 |
| (26) INCOME AVAILABLE FOR RETURN | \$1,077 | | \$1,077 | - | \$1,077 |
| RATE OF RETURN - OVERALL | 5.23% | | 5.23% | | 5.23% |

(a) Schedule B and Schedule C

(b) As adjudicated in last rate case
or as currently calculated

Note: Operating Revenues excludes the Pennvest Surcharge collected as the surcharge is set to match the exact annual Pennvest debt service.

SCHEDULE B

COMPANY NAME: Columbia Water Company

Summary of Pro Forma Intrastate Adjustments
(Thousands of Dollars)

| | <u>Rate Base Adjustments</u> | <u>Rate Base</u> | <u>Revenues</u> | <u>Expenses</u> | <u>Taxes*</u> |
|-------------------------------------|----------------------------------|-------------------|-------------------|-------------------|-------------------|
| (1) | | | | | |
| (2) | | | | | |
| (3) | | | | | |
| <u>Income Statement Adjustments</u> | | | | | |
| (4) | | | | | |
| (5) | | | | | |
| (6) | | | | | |
| (7) | | | | | |
| (8) | | | | | |
| (9) | | | | | |
| (10) | | | | | |
| Totals | | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> |

*Includes gross receipts tax (GRT), where applicable

SCHEDULE C

COMPANY NAME: Columbia Water Company

Explanation of Adjustments

Rate Base Adjustments

(1) [Redacted]

(2) [Redacted]

(3) [Redacted]

Income Statement Adjustments

(4) [Redacted]

(5) [Redacted]

(6) [Redacted]

(7) [Redacted]

(8) [Redacted]

(9) [Redacted]

(10) [Redacted]

Explanation of Changes to Intrastate Allocation Factors (if applicable)

SCHEDULE D-1

COMPANY NAME: Columbia Water Company
 Intrastate Per Books
 Calculation of Return on Common Equity
 for the 12 Months Ended 9/30/2025

(Thousands of Dollars)

| | Capital Ratios (a) (1) | x | Rate Base (b) (2) | = | Totals (3) | x | Embedded Cost Rates(c) (4) | = | Total Rate Base Related Cost of Debt and Preferred & Preference (5) |
|------------------|---------------------------|---|------------------------|---|-----------------|---|-------------------------------|---|--|
| | Sch. E Col. 2 | | Sch. A. Col. 3 Line 16 | | | | Sch. F Col. 7 | | |
| 1) Debt | 30.79% | | \$20,609 | | \$6,347 | | 4.93% | | \$313 |
| 2) Preferred | 0.00% | | \$20,609 | | - | | 0.00% | | - |
| 3) Common Equity | <u>69.21%</u> | | \$20,609 | | <u>14,262</u> | | | | |
| 4) Total | <u>100.00%</u> | | | | <u>\$20,609</u> | | | | <u>\$313</u> |

12 Months ended 9/30/2025

| | Intrastate Per Books |
|--|----------------------|
| 5) Income Available for Return (from Sch. A, Col. 3, Line 26) | \$1,077 |
| 6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4) | <u>\$313</u> |
| 7) Income Available for Common Equity (Line 5 Less Line 6) | <u>\$764</u> |
| 8) Debt Cost (Col 5., Line 1) | \$313 |
| 9) Less: Interest Expense used to compute State and Federal Income Taxes | <u>369</u> |
| 10) Difference (Line 8 Less Line 9) | (56) |
| 11) Times: Composite State and Federal Income Tax Rate | <u>31.00%</u> |
| 12) Net Addition or (Deduction) (Line 10 x Line 11) | <u>(\$17)</u> |
| 13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12) | <u>\$747</u> |
| 14) Return on Common Equity (Line 7/Line 3, Col. 3) | <u>5.36%</u> |
| 15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3) | <u>5.24%</u> |

SCHEDULE D-2

COMPANY NAME: Columbia Water Company
 Intrastate Pro Forma Results
 Calculation of Return on Common Equity
 for the 12 Months Ended 9/30/2025
 (Thousands of Dollars)

| | Capital Ratios(a) | | Rate Base(b) | | Totals | | Embedded Cost Rates(c) | | Total Rate Base Related Cost of Debt and Preferred & Preference |
|------------------|-------------------|---|------------------------|---|-----------------|---|------------------------|---|---|
| | (1) | x | (2) | = | (3) | x | (4) | = | (5) |
| | Sch. E Col. 2 | | Sch. A. Col. 5 Line 16 | | | | Sch. F Col. 7 | | |
| 1) Debt | 30.79% | | \$20,609 | | 6,347 | | 4.93% | | \$313 |
| 2) Preferred | 0.00% | | \$20,609 | | - | | 0.00% | | - |
| 3) Common Equity | <u>69.21%</u> | | \$20,609 | | <u>14,262</u> | | | | |
| 4) Total | <u>100.00%</u> | | | | <u>\$20,609</u> | | | | <u>\$313</u> |

12 Months ended 9/30/2025

| | Intrastate Adjusted |
|--|---------------------|
| 5) Income Available for Return (from Sch. A, Col. 5, Line 26) | \$1,077 |
| 6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4) | <u>\$313</u> |
| 7) Income Available for Common Equity (Line 5 Less Line 6) | <u>\$764</u> |
| 8) Debt Cost (Col 5., Line 1) | \$313 |
| 9) Less: Interest Expense used to compute State and Federal Income Taxes | <u>369</u> |
| 10) Difference (Line 8 Less Line 9) | (56) |
| 11) Times: Composite State and Federal Income Tax Rate | <u>31.00%</u> |
| 12) Net Addition or (Deduction) (Line 10 x Line 11) | <u>(\$17)</u> |
| 13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12) | <u>\$747</u> |
| 14) Return on Common Equity (Line 7/Line 3, Col. 3) | <u>5.36%</u> |
| 15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3) | <u>5.24%</u> |

SCHEDULE E

COMPANY NAME: Columbia Water Company
 Calculation of Capital Structure and Related Ratios
 for the Twelve Months Ended 9/30/2025

(Thousands of Dollars)

| | Total Company Actual Amount Outstanding <u>(1)</u> | <u>Ratios</u> (2) |
|---|---|-----------------------|
| Total Debt (Sch. F., Col. 4) | 7,368 | 30.79% |
| Total Preferred & Preference Stock Stock (Sch. F., Co.. 4) | - | 0.00% |
| <u>Common Equity</u> | | |
| Common Stock | 5,040 | |
| Premium on Common Stock | 20 | |
| Capital Surplus | 12 | |
| Capital Stock | - | |
| Retained Earnings | 11,486 | |
| Other | - | |
| Total Common Equity | <u>16,558</u> | <u>69.21%</u> |
| Total Capital | <u><u>23,926</u></u> | <u><u>100.00%</u></u> |

Schedule F

COMPANY NAME: Columbia Water Company
 Cost of Debt and Preferred Stock as Adjusted
 For the 12 Months Ended 9/30/2025
 (Thousands of Dollars)

| Item/Description | Issue Date (1) | Maturity Date (2) | Interest Rate (3) | Outstanding Balance (4) | Effective Cost Rate (5) | Percent to Total (6) | Weighted Cost Rate (7) |
|------------------------------------|----------------------|-------------------------|-------------------------|-------------------------------|----------------------------------|-------------------------------|---------------------------------|
| Long Term Debt | | | (See Appendix A) | 7,368 | | | 4.927% |
| Short Term Debt (If Applicable) | | | | - | | | 0.000% |
| Total | | | | 7,368 | | | 4.927% |
| Preferred Stock | | | (See Appendix B) | | | | |
| Total | | | | | | | |

Columbia Water Company

Summary of Returns

| | | | |
|-------------------------|---------------------------|------------------------|--------------------------|
| Overall Return - Actual | Overall Return - Adjusted | Equity Return - Actual | Equity Return - Adjusted |
| 5.23% | 5.23% | 5.24% | 5.24% |