

**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

In re: Application of Pennsylvania-American Water :
Company under Section 1102(a) and 1329 of the :
Pennsylvania Public Utility Code, 66 Pa. C.S. :
§§ 1102(a) and 1329, for approval of (1) the transfer, by :
sale, to Pennsylvania-American Water Company, of :
substantially all of the assets, properties and rights :
related to the water treatment and distribution system :
owned and operated by the Indian Creek Valley Water :
Authority, and (2) the rights of Pennsylvania-American :
Water Company to begin to offer or furnish water :
service to the public in all of the Borough of Ohiopyle :
and portions of the Townships of Saltlick, Springfield, :
Bullskin, Connellsville and Stewart, Fayette County :
and all of the Borough of Donegal and portions of the :
Townships of Donegal and Mount Pleasant, :
Westmoreland County, Pennsylvania :

Docket No. A-2025-3055741

In re: Application of Pennsylvania-American Water :
Company under Section 1329 of the Pennsylvania :
Public Utility Code, 66 Pa. C.S. § 1329, for approval of :
the use for ratemaking purposes of the lesser of the fair :
market value or the negotiated purchase price of the :
assets related to the water treatment and distribution :
system owned and operated by the Indian Creek Valley :
Water Authority :

Docket No. A-2025-_____

In re: Petition of Pennsylvania-American Water :
Company, related to its acquisition of the water :
treatment and distribution system owned and operated :
by the Indian Creek Valley Water Authority, for :
approval under Section 1329 of the Pennsylvania Public :
Utility Code, 66 Pa. C.S. § 1329, to (i) collect a :
distribution system improvement charge, (ii) for book :
and ratemaking purposes, accrue Allowance for Funds :
Used During Construction for post-acquisition :
improvements not recovered through the distribution :
system improvement charge, and (iii) for book and :
ratemaking purposes, defer depreciation related to :
post-acquisition improvements not recovered through :
the distribution system improvement charge, and (iv) :
include, in its next base rate case, a claim for transaction :
and closing costs :

Docket No. P-2025-_____

In re: Filing by Pennsylvania-American Water Company under Section 507 of the Pennsylvania Public Utility Code, 66 Pa. C.S. § 507, of (i) the Asset Purchase Agreement by and between the Indian Creek Valley Water Authority and Pennsylvania-American Water Company, and (ii) eight (8) agreements with municipal corporations to be assumed by Pennsylvania-American Water Company upon closing of its acquisition of substantially all of the assets related to the water treatment and distribution system owned and operated by the Indian Creek Valley Water Authority :

Docket No. U-2025-_____, et al.

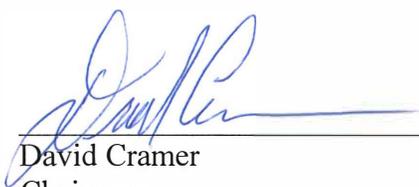
VERIFICATION

I David Cramer, Chairman, on behalf of Seller, Indian Creek Valley Water Authority (“ICVWA”) in connection with the foregoing Application, hereby state the following:

1. At ICVWA’s March 27, 2025 Board Meeting, ICVWA unanimously approved Resolution 4386, a draft of the Asset Purchase Agreement (“APA”).
2. At ICVWA’s May 22, 2025 Board Meeting, ICVWA unanimously approved Resolution 4393, an executable APA, referred to as an amendment in the resolution.
3. A copy of the Regular Meeting Minutes for the May 22, 2025 Board Meeting is attached and made part of Appendix J.
4. No other formal written resolution or motion is required to give effect to ICVWA’s approval of the APA.

I make this Verification subject to the penalties of 18 Pa.C.S. § 4904 (relating to unsworn falsification to authorities).

Date: October 23, 2025



David Cramer
Chairman
Indian Creek Valley Water Authority

Indian Creek Valley Water Authority

June 2025 Regular Meeting of the Board of Directors

June 26, 2025

AGENDA

— Public Comment Period —

Regular Business Meeting - Call to Order

1. Approval of Previous Meeting's Minutes
2. Review of Financial Report
3. List of Bills to be Approved
 - a. Regular Revenue - As Listed
 - b. Construction - As Listed
4. Maintenance Report
5. Manager's Report - Kerry Witt
6. Correspondence -
7. Old Business -
 - a. Ohiopyle Sister Tank Small Water Systems Grant
 - b. Harris Road WLE, BAMR
 - c. Hopewell Road WLE Congressional Grant
 - d. Grimm Spring CT Modification Project, Unfunded
8. New Business-
 - a. Employee Review and Memorandum
9. Construction Projects
 - a. SCADA Rehab Project - *Ongoing work with TP Automation*
 - b. Clinton Sister Tank - *Contractor working on final site clean-up*
 - c. Grimm Spring CT Modification Project - *Designed, seeking funding*
 - d. Clinton Tank Refurbish - *DEP operating permit received, back online*
 - e. Bulk Water Fill Station - *Project tabled*
 - f. Mill Run Treatment Plant Rehab - *Currently refurbishing a high service motor & pump.*
 - g. Ohiopyle Sister Tank - *Preparing to bid the project*
 - h. Fowl Hill Water Line Relocation - *Project tabled*
 - i. Mason, Stewarton, Baptist Church Rds Water Line Extension - *Project tabled*
 - j. Harris Road Water Line Extension - *BAMR received and awarded bid on March 27, 2025*
 - k. Water Allocation from Yough - *Project tabled*
 - l. Hopewell Road WLE - *EPA grant awarded, working through filing paperwork*
10. Other Business

The Indian Creek Valley Water Authority met in regular session Thursday, May 22, 2025 at 7:30 p.m. at the office in Indian Head, PA.

Mr. Cramer, Chairman, called the meeting to order and upon roll call those present were as follows:

Present: Mr. Dave Cramer - via phone conference
Mr. Doug Show
Mr. Keith Miller
Mr. Mark Shepler
Mr. Chuck Shultz

Also Present: Mr. Kerry Witt, Manager, Mr. Tim Witt, Solicitor, and from the public, Lori Fox, Dave Fox, David Shipley, Jim Harris, Sarah Thomas with the Mtn. Watershed Assn. and Paul Britiain with the Daily Courier

Mr. Show opened the public comment period to speak and express their concern. Comments received included the following:

- Jim Harris-Purchased Bulk Water and felt that the billing was unfair. Our Bulk Water rate is \$19.00 per 1,000 gal. (2,000 gallon minimum). He felt that he should only be billed for the actual amount of gallons and not consider the minimum charge. After a lengthy discussion the Board agreed to make some changes and since it is not on the agenda this month it can not be changed until next month.
- David Shipley, a resident on Harris Road questioned Mr. K. Witt on the construction of Harris Road and possibly sending letters to the residents on Harris Road explaining what they will need once the construction begins.
- Lori Fox, employee with the ICV Water Authority, questioned the Board on whether the employees would be compensated for their benefit time that they have accrued when the Authority is sold. Mr. Shepler stated that he thought that was part of the employee protection that was being discussed. Mr. T. Witt stated that this was a personnel issue and should not be discussed at a public meeting. Lori said that she would like to know if she will be paid for her benefit time or not because if she is not going to be paid then she is going to start and use her sick time rather than lose it. This matter will need to be discussed in executive session. Mr. Show stated that when Lori made the comment that the Board is selling the Authority he stated that both Saltlick and Springfield Twp. Supervisors approached them (ICVWA Board) entertaining the sale of the Authority.
- Dave Fox presented a request for a copy of the Sales Agreement with PA American Water Company. Mr. T. Witt said that he would be able to get a copy after tonight's meeting when it has been ratified and signed. Mr. Fox also requested a copy of a current financial statement. Rumors are that the Authority is in the red, which is not true.
- Sarah Thomas, Esq. (Mtn. Watershed Assoc.) The question was ask if the Storage Tank in Ohiopyle is currently in use and Mr. K. Witt confirmed that it is being used. We do not have a water withdrawal permit for the old plant in Ohiopyle. If we were to do anything with that plant we would need a water withdrawal permit.

The Vice-Chairman concluded the public comment period of the meeting and continued to the business portion of the meeting.

The Minutes of the previous session were presented for approval.

RESOLUTION 4391

Upon motion by Mr. Shepler, seconded by Mr. Shultz, unanimously approved, IT WAS RESOLVED to approve the March Minutes and the special meeting in April, 2025.

The April Financial Report for the Revenue Fund was approved and filed as submitted.

Revenue & Project Bills for April

Amerikohl Aggregates		486.87
Americohl Transport		208.72
Eastern Alliance		964.00
Fayette Parts Service, Inc.	(NAPA)	355.55
Geochemical Testing		1077.00
Hach		1742.32
Heritage Environmental		499.00
Mission Square Retirement		250.00
PA One Call	(Applied to open credit)	67.63
Quill		228.58
R. Brown Supply		632.74
Saltlick Twp.	(Flagger Training)	305.60
Sam's Club		1940.31
Stone & Company		26.24
Suburban Testing Labs		1119.00
The Daily Courier		323.20
TP Automation		8559.94
Univar		1890.63
USA Blue Book		600.13
Watson Mundorff, LLP		2125.00
	Total	\$23,402.46

Revenue & Project Bills for May

All American Gasket		205.20
American Waterworks		90.00
Amerikohl Aggregates		439.22
Americohl Transport		188.45

Bank of America Master Charge		70.00
Bankson Engineers, Inc.	BAMR Grant Appl/Pine Slopes	1061.20
Bankson Engineers, Inc.	Hopewell Road WLE	1266.40
Eastern Alliance Insurance Group		1374.00
Fayette NAPA		52.93
Ferguson Waterworks		1820.88
Geochemical Testing		383.50
Gibson-Thomas Engineering Co., Inc.	ICV Pritts Spring Repair	460.00
Gibson-Thomas Engineering Co., Inc.	ICV Sanaview WLE	1610.00
Hach		2714.34
John Cole	Equipment Repairs	300.00
KGD Contracting, Inc.	ICVWA Vault Repair	22000.00
LB Water Service, Inc.		6830.60
PA One Call		146.80
Pleasant Unity Supply		13144.70
Power Plan		2553.31
Quill		519.39
Rice Electric	Approve & Pay	6347.00
Rice & Electric	Approve & Hold	14269.32
Sam's Master Charge		4661.14
Stone & Co.		226.90
The Daily Courier		47.80
	Total	\$82,783.08

RESOLUTION 4392

Upon motion by Mr. Cramer, seconded by Mr. Shultz, unanimously approved, IT WAS RESOLVED to approve the Revenue and Project bills for April and May.

Mr. K. Witt gave the Maintenance and Manager's Report. Current active customer count is 2649. Three taps were sold since the last meeting, bringing the year to date taps sold to eight. In the past month we responded to 233 PA One Calls with eighteen being field markings. We had seventeen leak repairs and sample monitoring. Maintenance made one tap along with some damage repairs, mainline leak in Melcroft and leak at Sarnellis. We also had a repair on May 2nd on Pritts Distillery Road and another leak repaired on Fairmont Road on May 8th. Next month we will be busy getting our treatment plant prepared for the season startup. We had some expenses for the pump at the treatment plant done by Rice Electric. We also had some expense at the Clinton Pump Station for pump repairs. This is also our year for the Lead & Copper sampling where we are required to sample 21 customers on our system in July. We are also calibrating our equipment which we are required to do. The middle of June we are having our system inspection by DEP, which is

usually a three-day process where they go through our entire system. In July we will be having a filter plant performance inspection on our Mill Run Plant. Maintenance has started our annual end of line flushing and also reviewing our fire hydrants, which we have 582 hydrants and this is quite time consuming. We received notice that Rustic Mine is expanding operations. We did get an application for Pine Slopes with BAMR. Meeting next week with the contractor for the Harris Road Project. The 2024 Financial Audit will be starting in the next week or two. Our Annual Water Supply report has been filed and CCR's were mailed to all of our customers. The next Board meeting is slated for June 26th, 2025.

The PMAA Authority magazine was given to the Board for their review.

Mr. Shultz questioned the progress of the private extension being done on Roaring Run Road. The owner of Sanaview Farms (Janet McKee) is now moving forward and Peter Buss with Gibson-Thomas Engineering has reviewed the plans and has made some changes. They are in the process of finalizing the plans and they will be paying for the fire hydrant at the end of the line.

Mr. Tim Witt introduced the resolution before the Board for the approval of the amendment to the Asset Purchase Agreement with PAWC.

RESOLUTION 4393

Upon motion by Mr. Shultz, seconded by Mr. Miller, unanimously approved, IT WAS RESOLVED to approve the amendment to the Asset Purchase Agreement with PAWC.

Mr. Tim Witt introduced the resolution before the Board for the approval of the Engineer's Assessment Engagement Agreement with Bankson Engineers, Inc.

RESOLUTION 4394

Upon motion by Mr. Miller, seconded by Mr. Shepler, unanimously approved, IT WAS RESOLVED to approve the Engineer's Assessment Engagement Agreement with Bankson Engineers, Inc.

Mr. Tim Witt introduced the resolution before the Board for the approval of the Fair Market Value Appraisal Engagement Agreement with Gannett Fleming.

RESOLUTION 4395

Upon motion by Mr. Miller, seconded by Mr. Show, unanimously approved, IT WAS RESOLVED to approve the Fair Market Value Appraisal Engagement Agreement with Gannett Fleming.

Mr. Tim Witt introduced the resolution before the Board for the approval of the Lease Extension Agreement with the Municipal Authority of Westmoreland County.

RESOLUTION 4396

Upon motion by Mr. Shultz, seconded by Mr. Show, unanimously approved, IT WAS RESOLVED to approve the Lease Extension Agreement with the Municipal Authority of Westmoreland County.

A brief discussion regarding the funding for the Grimm Spring SSFP Upgrades Mandated by DEP in 2018 resulted with no action to be taken.

CONSTRUCTION PROJECTS

- a. SCADA Rehab Project - *Ongoing work with TP Automation*
- b. Clinton Sister Tank - *Approximately \$4,000.00 owed to contractor.*
- c. Grimm Spring CT Renovation Project- *Hold on project.*
- d. Clinton Tank Refurbish - *DEP operating permit received, back online*
- e. Bulk Water Fill Station - *Project tabled*
- f. Mill Run Treatment Plant Rehab - *Currently refurbishing a high service motor & pump.*
- g. Ohiopyle Sister Tank - *Hold on project.*
- h. Fowl Hill Water Line Relocation - *Project tabled*
- I. Mason, Stewarton, Baptist Church Roads Water Line Extension - *Project tabled*
- j. Harris Road Water Line Extension - *Mr. K. Witt is meeting with the Contractor next week.*
- k. Water Allocation from Yough - *Project tabled*
- l. Hopewell Road WLE - *EPA grant awarded, working through filing paperwork*

The Board announced that they would be meeting in Executive Session to discuss personnel matters following the regular meeting tonight.

RESOLUTION 4397

Upon motion by Mr. Shepler, seconded by Mr. Shultz, it was unanimously agreed to adjourn.

Secretary

Indian Creek Valley Water Authority
 2025 Condensed Financial Statement
 Period Ending:

May 31, 2025

Revenue		Original YTD			
		Year to Date	Budget	Variance	%Variance
Total Metered Water Sales	\$	1,019,981	\$ 1,112,792	\$ (92,810)	-8.34%
Total Public Fire Protection	\$	20,320	\$ 20,320	\$ -	0.00%
Total Supply Sales	\$	29,118	\$ 10,000	\$ 19,118	191.18%
Total Tap Fees	\$	19,430	\$ -	\$ 19,430	100.00%
Total Int. & Svs Charges	\$	27,584	\$ 22,857	\$ 4,726	20.68%
Total Other Income	\$	8,521	\$ 7,522	\$ 999	13.28%
Total Sales Discounts	\$	(7,123)	\$ (3,125)	\$ (3,998)	-127.92%
Total Revenue	\$	1,117,831	\$ 1,170,366	\$ (52,535)	-4.49%
Expenses					
Total Source of Supply	\$	53,005	\$ 19,623	\$ (33,382)	-170.11%
Total Treatment	\$	71,113	\$ 35,317	\$ (35,796)	-101.36%
Total Pumping	\$	7,618	\$ 6,813	\$ (806)	-11.83%
Total Transmission & Distribution	\$	381,454	\$ 404,605	\$ 23,151	5.72%
Total Supplies Purchased for Resale	\$	19,411	\$ 9,583	\$ (9,827)	-102.55%
Total Customer Accounting	\$	9,942	\$ 17,520	\$ 7,578	43.25%
Total Office and Administration	\$	205,217	\$ 318,482	\$ 113,265	35.56%
Total Tap Installation Expense	\$	6,730	\$ -	\$ (6,730)	100.00%
Interest Expense	\$	32,435	\$ 31,729	\$ (706)	-2.22%
Tap Installation Expense	\$	-	\$ -	\$ -	0.00%
Total Expenses	\$	786,925	\$ 843,672	\$ 56,747	6.73%
Debt Service Principal Payments	\$	163,000	\$ 163,780	\$ 780	0.48%
Net Income	\$	167,906	\$ 162,914	\$ 4,992	3.06%

Capital Expenditures		Total Improvement			
		Cost (Est)	ICVWA Budget	Paid to Date	
1820 SCADA Project	\$	750,000	\$ 750,000	\$ 771,058	
1902 Hopewell Road WLE	\$	950,000	\$ 142,500	\$ 5,508	
1903 Clinton Sister Tank	\$	885,000	\$ 885,000	\$ 1,042,531	
1907 PennDot Buchanan Road Waterline Relocation	\$	62,235	\$ 18,622	\$ 18,622	
1911 Pritts Spring Shut-down and CT Project	\$	550,000	\$ 400,000	\$ 243,600	
1912 Grimm Spring Shut-down and CT Project (\$500g grant)	\$	920,000	\$ 420,000	\$ 67,203	
1914 Clinton Tank Refurbish	\$	250,000	\$ 250,000	\$ 84,005	
1915 Bulk Water Fill Station	\$	95,000	\$ 95,000	\$ 5,111	Currently Tabled
1916 Mill Run Res. Treatment Plant Rehab	\$	175,000	\$ 175,000	\$ 18,671	Currently Tabled
1917 Ohlopyle Sister Tank (85%/15% funding)	\$	950,000	\$ 467,000	\$ 122,351	
1918 Grimm Spring DEP Filtration Requirements	\$	950,000	\$ 240,000	\$ 24,434	
1919 GIS Distribution System Map	\$	500,000	\$ 500,000	\$ 27,689	
1920 Fowl Hill WL Relocation (\$50g Local Share?)	\$	337,400	\$ 287,400	\$ 15,427	Currently Tabled
1921 Mason, Stewarton, Baptist Church Rds WLE	\$	1,200,000	\$ 350,000	\$ 500	Currently Tabled
1922 Harris Road WLE	\$	800,000	\$ 40,000	\$ 53,257	
1923 Pine Slopes	\$	950,000	\$ 50,000	\$ 1,288	
1949 Water Allocation from Yough	\$	10,000	\$ 10,000	\$ -	Currently Tabled
Current Status	\$	10,334,635	\$ 5,080,522	\$ 2,501,254	

Notes Payable	as of:	May 31, 2025	Total Notes Payable	Principle Paid Current Month
			\$ 2,131,126	\$ 32,859

Accounts Receivable	as of:	May 31, 2025	Total Accounts Receivable
1210 Water Sales			\$ 703,537
1221 Fire Protection			\$ 2,963
Other AR			\$ 35,479
Total AR			\$ 741,979

Bank Balances	as of:	May 31, 2025	
Cash Management			\$ 569,749
Cash Deposit			\$ 153,625
Total Current Cash			\$ 723,374

Indian Creek Valley Water Authority
June 25, 2025 - Invoices to Approve for Payment

Vendor	Date	Inv#	Amount	Notes
Amerikohl Aggregates Inc	6/9/2025	78619	935.13	
Amerikohl Transport Inc.	6/9/2025	50194	393.66	
Arsenberger Garage Inc	6/5/2025	229	64.66	
Arsenberger Garage Inc	6/5/2025	26	48.76	
Bankson Engineers, Inc.	6/10/2025	38451	96.60	
Bankson Engineers, Inc.	6/10/2025	38452	4,421.20	
Bankson Engineers, Inc.	6/10/2025	38453	715.20	
Bissnuss, Inc	6/12/2025	00542521-IN	1,416.15	
Cairns Agway Service, Inc.	6/18/2025	229166	54.75	
Core & Main	6/12/2025	X134780	3,964.93	
Core & Main	6/10/2025	X106951	6,186.37	
Dom Mongell Tire Service Inc	5/23/2025	54062	956.00	
Dom Mongell Tire Service Inc	5/31/2025	250531	(159.00)	
Eastern Alliance	6/2/2025	498290	964.00	
Fayette Parts Service	6/12/2025	467834	273.66	
Fayette Parts Service	6/12/2025	467833	61.38	
Ferguson	6/20/2025	753270	2,521.28	
Geochemical Testing	6/13/2025	0181012-IN	315.50	
Geochemical Testing	6/20/2025	0181204-IN	131.00	
Gibson-Thomas Engineering	5/30/2025	92580	460.00	
Gibson-Thomas Engineering	5/30/2025	92578	460.00	
Gibson-Thomas Engineering	5/30/2025	92579	62.50	
Pennsylvania One Call System	3/31/2025	1098930	67.63	
Pennsylvania One Call System	5/31/2025	1106409	192.38	
Quill	5/29/2025	44325990	61.14	
R. Brown Supply Co. LLC	6/10/2025	99753	67.49	
Rice Electric Company	6/23/2025	SI-5348	8,021.61	
Ridge Excavating Co	4/11/2025	11156	3,884.25	
Ridge Excavating Co	4/24/2025	11157	1,980.00	
Ridge Excavating Co	6/13/2025	11216	5,012.00	
Sam's Club	5/23/2025	250523	1,793.82	
Sam's Club	6/23/2025	250623	3,952.57	
Stone & Company	6/5/2025	152635/1	(23.72)	
Stone & Company	6/4/2025	152630/1	60.69	
Stone & Company	6/12/2025	152823/1	80.91	
Suburban Testing Labs	6/9/2025	5D02966	429.00	
The Cincinnati Insurance Co	6/9/2025	250609	683.00	
The Cincinnati Insurance Co	6/9/2025	250609.1	10,247.00	
Unity Printing	5/2/2025	386395	1,398.12	
Univar Solutions	5/20/2025	53024242	1,890.63	