



**Elizabeth Rose Triscari**  
Senior Counsel  
852 Wesley Drive | Mechanicsburg, PA 17055  
Phone: 717-550-1574 | Fax: 717-550-1255  
[elizabeth.triscari@amwater.com](mailto:elizabeth.triscari@amwater.com)

VIA e-Filing

December 17, 2025

Matthew L. Homsher, Secretary  
Commonwealth of Pennsylvania  
Pennsylvania Public Utility Commission  
Commonwealth Keystone Building  
400 North Street  
Harrisburg, PA 17120

**Re: Pennsylvania-American Water Company (Utility Code: 212285)  
Water Operations State Tax Adjustment Surcharge (STAS)**

Dear Secretary Homsher:

Attached please find Supplement No. 63 to Tariff Water-PA P.U.C. No. 5 for Pennsylvania-American Water Company which bears the issue date of December 17, 2025.

This Tariff supplement decreases the State Tax Adjustment Surcharge (STAS) on page 33 (4<sup>th</sup> Revision) from 0.00% to (0.13%), effective January 1, 2026. The attached calculation of this surcharge includes the regulatory asset of the January 2025 STAS at Docket No. M-2022-3037158.

The Company has calculated the surcharge to be effective for the period of January 1, 2026 through August 12, 2026, after which time base rates, as proposed under Docket No. R-2025-3057983, are anticipated to go into effect and the STAS will reset to zero.

If you have any questions, please contact me.

Sincerely,

Elizabeth Rose Triscari

Attachments

cc. Office of Consumer Advocate w/Attachments VIA E-Mail  
Bureau of Investigation and Enforcement w/Attachments VIA E-Mail  
Office of Small Business Advocate w/Attachments VIA E-Mail  
Bureau of Audits w/Attachments VIA E-Mail  
Bureau of Technical Utility Services w/Attachments VIA E-Mail  
Marissa Boyle (Bureau of Technical Utility Services) w/Attachments VIA E-Mail

**PENNSYLVANIA-AMERICAN WATER COMPANY**  
(hereinafter referred to as the "Company")  
D/B/A

**Pennsylvania American Water**

**RATES, RULES AND REGULATIONS**

**GOVERNING THE DISTRIBUTION AND SALE OF**

**WATER SERVICE**

**IN CERTAIN MUNICIPALITIES AND TERRITORIES LOCATED ADJACENT THERETO IN:**

ADAMS, ALLEGHENY, ARMSTRONG, BEAVER, BERKS, BUCKS,  
BUTLER, CENTRE, CHESTER, CLARION, CLEARFIELD, CLINTON, COLUMBIA,  
CUMBERLAND, DAUPHIN, FAYETTE, GREENE, INDIANA, JEFFERSON, LACKAWANNA,  
LANCASTER, LAWRENCE, LEBANON, LUZERNE, MCKEAN, MONROE, MONTGOMERY,  
NORTHAMPTON, NORTHUMBERLAND, PIKE, SCHUYLKILL, SUSQUEHANNA,  
UNION, WARREN, WASHINGTON, WAYNE, WYOMING, AND YORK COUNTIES.

**Issued: December 17, 2025**

**Effective: January 1, 2026**

Issued by:  
Justin Ladner, President  
Pennsylvania American Water  
852 Wesley Drive  
Mechanicsburg, PA 17055

<https://www.amwater.com/paaw/>

# **NOTICE**

**This tariff supplement decreases the State Tax Adjustment Surcharge.  
(Refer to pages 2, 4, 5 and 33.)**

**LIST OF CHANGES**

This tariff supplement decreases the State Tax Adjustment Surcharge on page 33 (4<sup>th</sup> Revision) from 0.00% to (0.13%), effective January 1, 2026.

**TABLE OF CONTENTS**

	<b><u>Page Number</u></b>		
Title Page.....	1	Supplement No. 63	(C)
List of Changes .....	2	Fifty-third Revised Page	(C)
List of Changes (cont'd).....	3	Seventh Revised Page	
Table of Contents .....	4	Fifty-third Revised Page	(C)
Table of Contents (cont'd).....	5	Forty-seventh Revised Page	(C)
Table of Contents (cont'd).....	6	Seventh Revised Page	
Table of Contents (cont'd).....	7	Seventh Revised Page	
Reserved Page for Future Use .....	8	First Revised Page	
List of Territories Served.....	9	Tenth Revised Page	
List of Territories Served (cont'd).....	10	Sixth Revised Page	
List of Territories Served (cont'd).....	11	Tenth Revised Page	
List of Territories Served (cont'd).....	12	Third Revised Page	
List of Territories Served (cont'd).....	13	Fourth Revised Page	
List of Territories Served (cont'd).....	14	Fifth Revised Page	
Reserved Page for Future Use .....	15	First Revised Page	

**Schedule of Rates**

**General Service**

Rate Zone 1 – Metered – Residential	16	Fifth Revised Page	
Rate Zone 1 – Metered – Commercial, Municipal, Other Water Utilities	16.1	Seventh Revised Page	
Rate Zone 1 – Metered – Industrial .....	16.2	Seventh Revised Page	
Rate Zone 1 – Unmetered – Residential only .....	16.3	Seventh Revised Page	
Rate Zone 2 – Metered (Valley).....	16.4	Seventh Revised Page	
Rate Zone 3 – Metered (Turbotville).....	16.5	Seventh Revised Page	
Rate Zone 4 – Metered (Farmington) .....	16.6	Seventh Revised Page	
Rate Zone 5 – Metered (East Dunkard).....	16.7	Seventh Revised Page	
Rate Zone 6 – Metered and Unmetered (Audubon) .....	16.8	Fifth Revised Page	
Rate Zone 7 – Metered (Manwalamink).....	16.9	Fourth Revised Page	
Rate Zone 8 – Metered (Appalachian)	16.10	Original Page	
Rate Zone 9 – Metered (Corner Water)	16.11	Original Page	
Low-Income Rider – Residential .....	17	Seventh Revised Page	

**Curtailment, Standby and Demand Based Riders**

Industrial Curtailment Rate	18	First Revised Page	
Industrial Curtailment Rate (cont'd) .....	19	First Revised Page	
Industrial Standby Rate.....	20	Seventh Revised Page	
Industrial Standby Rate (cont'd).....	21	Seventh Revised Page	
Industrial Standby Rate (cont'd).....	22	First Revised Page	
Resale and Electric Generation Standby Rate .....	23	Seventh Revised Page	
Resale and Electric Generation Standby Rate (cont'd) .....	24	Seventh Revised Page	

(C) means Change

**PENNSYLVANIA-AMERICAN WATER COMPANY**

**TABLE OF CONTENTS**

	<b><u>Page</u></b>	
	<b><u>Number</u></b>	
<b><u>Schedule of Rates (cont'd)</u></b>		
Rider DIS - Demand Based Industrial Service .....	25	First Revised Page
Rider DRS - Demand Based Resale Water Service .....	26	First Revised Page
Rider DGS – Demand Based Governmental Water Service .....	27	First Revised Page
Rider EGS – Electric Generation Service.....	28	First Revised Page
<b><u>Fire Protection Service</u></b>		
Private Fire Service – Unmetered .....	29	Thirteenth Revised Page
Private Fire Service – Unmetered (cont'd) .....	30	Ninth Revised Page
Private Fire Service – Metered.....	31	Nineth Revised Page
Public Fire Service .....	32	Fifteenth Revised Page
<b><u>Surcharges and Fees</u></b>		
State Tax Adjustment Surcharge .....	33	Fourth Revised Page (D)
PENNVEST Surcharge .....	34	First Revised Page
Distribution System Improvement Charge (DSIC).....	35	Thirty-third Revised Page
Distribution System Improvement Charge (DSIC) (cont'd).....	36	First Revised Page
Distribution System Improvement Charge (DSIC) (cont'd).....	37	Second Revised Page
Distribution System Improvement Charge (DSIC) (cont'd).....	38	First Revised Page
Miscellaneous Fees.....	39	First Revised Page
PFAS Litigation Universal Credit Rider	40	Ninth Revised Page
Reserved Page for Future Use	40.1	Fifth Revised Page
<b><u>Rules and Regulations</u></b>		
1. The Water Tariff .....	41	Second Revised Page
2. Definitions.....	42	Second Revised Page
Definitions (cont'd).....	43	Third Revised Page
Definitions (cont'd).....	44	First Revised Page
3. Application for Service and Street Service Connection.....	45	Third Revised Page
4. Service Pipes .....	46	Fifth Revised Page
Service Pipes (cont'd) .....	47	Fifth Revised Page
Service Pipes (cont'd) .....	47.1	Second Revised Page
Service Pipes (cont'd) .....	47.2	Second Revised Page
5. Meters and Meter Installations .....	48	First Revised Page
Meters and Meter Installations (cont'd) .....	49	Third Revised Page
6. Meter Tests .....	50	Third Revised Page

(D) means Decrease

**PENNSYLVANIA-AMERICAN WATER COMPANY**

**SCHEDULE OF RATES**

**STATE TAX ADJUSTMENT SURCHARGE**

In addition to the net charges provided for in this Tariff, a surcharge of negative **(0.13%)** will apply **(D)** to all bills rendered on and after the Effective Date shown on the bottom on this page.

The above surcharges will be recomputed, using the elements prescribed by the Commission whenever any of the tax rates used in calculation of the surcharge are changed.

The above recalculations will be submitted to the Commission within 10 days after the occurrence of the event or date which occasioned such recomputations. If the recomputed surcharge is less than the one in effect, the Company will, and if the recomputed surcharge is more than the one in effect the Company may, submit with such recomputation a Tariff or Supplement to reflect such recomputed surcharge, the effective date of which shall be 10 days after filing.

**(D)** means Decrease

**Pennsylvania-American Water Company**  
**Comparison of State Income Tax Rate Calculations**

<b>Commission Approved Rate Case at Docket No. R-2023-3043189 &amp; R-2023-3043190</b>				
<b>Effective August 7 , 2024</b>				
<b>LINE NO.</b>	<b>DESCRIPTION</b>	<b>Total Company</b>	<b>Water</b>	<b>Wastewater</b>
1	Operating Revenues	\$1,093,507,497	\$885,669,232	\$207,838,265
2	Less: O&M Expenses	314,346,441	261,533,961	52,812,480
3	Book Depreciation	258,979,935	211,186,549	47,793,386
4	Utility Operating Income Before Taxes	\$520,181,121	\$412,948,722	\$107,232,399
5	Less: Interest Expense	122,396,573	98,016,503	24,380,070
6	Taxable Operating Income	397,784,548	314,932,219	82,852,329
7	Add: Premature Property Losses / Amortizations	(2,902,127)	(2,902,266)	139
8	Depr - Straight Line-Remaining Life (Including COR)	261,882,062	214,088,815	47,793,247
9	Taxable Meals & Entertainment	182,416	170,260	12,156
10	Total	259,162,351	211,356,809	47,805,542
	Deduct:			
11	Tax Depreciation:			
12	State Tax Depreciation Adjustments	323,226,625	287,694,111	35,532,514
13	Total	323,226,625	287,694,111	35,532,514
14	State Taxable Income	333,720,274	238,594,917	95,125,357
15	State Income Tax Rate at 7.99% (2025 Rate)	26,664,250	19,063,734	7,600,516
16	State Income Tax Rate at 7.49% (2026 Rate)	24,995,649	17,870,759	7,124,889
17	Effect of State Tax Rate Change on Income	(1,668,601)	(1,192,975)	(475,627)

**Pennsylvania-American Water Company**  
**Calculation of State Tax Adjustment Surcharge**  
**For the period January 1, 2026 - August 12, 2026** <sup>[1]</sup>

<b>State Income Tax</b>		<u><b>Water</b></u>	<u><b>Wastewater</b></u>	<u><b>Total Company</b></u>
In Base Rates @ 7.99%		\$19,063,734	\$7,600,516	\$26,664,250
CNIT @ 7.49%		17,870,759	7,124,889	24,995,649
		<u>(\$1,192,975)</u>	<u>(\$475,627)</u>	<u>(\$1,668,601)</u>
January 1 - August 12, 2026		(732,127)	(291,892)	(1,024,018)
2024 STAS Asset (Docket No. M-2022-3037158)		25,859	11,561	37,420
Total	[a]	<u>(706,268)</u>	<u>(280,331)</u>	<u>(986,599)</u>
Projected Revenues				
January 1 - August 12, 2026	[b]	\$562,200,135	\$118,692,538	\$680,892,674
STAS Surcharge Eff 1/1/26	[a]/[b]	-0.13%	-0.24%	

[1] The Company has a pending base rate case at Docket Nos. R-2025-3057983 and R-2025-3058051. New rates are anticipated to be effective on August 13, 2026 based on a full suspension.

**Pennsylvania-American Water Company**  
**Reconciliation of Billed Revenues**  
**For the period January 1, 2024 - August 6, 2024**

**STAS - Water**

	Calculated	Actual Revenues	Over/(Under)
January-24	(\$104,783)	(\$98,447)	(\$6,336)
February-24	(\$104,783)	(\$102,246)	(\$2,536)
March-24	(\$104,783)	(\$101,014)	(\$3,768)
April-24	(\$104,783)	(\$98,189)	(\$6,594)
May-24	(\$104,783)	(\$104,424)	(\$359)
June-24	(\$104,783)	(\$115,950)	\$11,168
July-24	(\$104,783)	(\$115,093)	\$10,310
August-24	(\$12,259)	(\$36,232)	\$23,973
Total Water	(\$745,737)	(\$771,596)	\$25,859

**STAS- Wastewater**

	Calculated	Actual Revenues	Over/(Under)
January-24	(\$46,316)	(\$34,348)	(\$11,968)
February-24	(\$46,316)	(\$42,774)	(\$3,542)
March-24	(\$46,316)	(\$42,601)	(\$3,714)
April-24	(\$46,316)	(\$43,171)	(\$3,145)
May-24	(\$46,316)	(\$49,033)	\$2,718
June-24	(\$46,316)	(\$51,576)	\$5,260
July-24	(\$46,316)	(\$49,746)	\$3,431
August-24	(\$5,419)	(\$27,940)	\$22,522
Total Wastewater	(\$329,628)	(\$341,189)	\$11,561

	Calculated	Actual	Over/(Under)
Total Company	(\$1,075,365)	(\$1,112,785)	\$37,420