



Elizabeth Rose Triscari

Senior Counsel

852 Wesley Drive | Mechanicsburg, PA 17055

Phone: 717-550-1574

elizabeth.triscari@amwater.com

VIA eFiling

March 11, 2026

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

In Re: Application of Pennsylvania-American Water Company under Sections 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, Bullsken, 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 ("Application")

Docket No. A-2025-3055741, et al.

Dear Secretary Homsher:

In response to the Secretarial letter dated March 3, 2026 ("Secretarial Letter") issued in the above-referenced case, Pennsylvania-American Water Company (the "Company") is informing the Pennsylvania Public Utility Commission that distribution of the enclosed rate impact notice began on March 9, 2026, to the Company's current customer base.

Additionally, concurrent rate impact notices are scheduled to be mailed to Indian Creek Valley Water Authority's customers during the week of March 30, 2026.

Once the conditions established within the Secretarial Letter have been met, the Company will file with the Commission a verification letter and proof of publication indicating satisfaction with the required notifications.

Matthew L. Homsher, Secretary
Pennsylvania Public Utility Commission
March 11, 2026
Re: Response to Secretarial Letter dated March 3, 2026
Docket No. A-2025-3055741, et al.

If you have any questions, please do not hesitate to contact me.

Sincerely,



Elizabeth Rose Triscari

Enclosure

cc: Adeolu A. Bakare, Esq. w/Enc.
OCA: Christy M. Appleby, Esq. w/Enc.
Janna E. Williams, Esq. w/Enc.
Jonathan M. Longhurst w/Enc.
OSBA: Steven C. Gray, Esq. w/Enc.
BIE: Allison Kaster, Esq. w/Enc.

NOTICE OF PROPOSED WATER ACQUISITION AND RATE BASE ADDITION (Docket No. A-2025-3055741)



Dear Customer:

On March 3, 2026, the Pennsylvania Public Utility Commission (“PUC”) conditionally accepted for filing the application of Pennsylvania-American Water Co. (“Pennsylvania-American” or “PAWC”) for approval to acquire the water system assets owned and operated by Indian Creek Valley Water Authority (“ICVWA”). ICVWA serves approximately 2,400 customers in Fayette and Westmoreland Counties. Pennsylvania-American’s application also requests that the PUC authorize an addition of \$32.8 million to Pennsylvania-American’s rate base pursuant to 66 Pa. C.S. § 1329. A utility’s rate base is the value of property used by the utility to provide service to its customers and is one of many components used to establish customer rates.

PAWC periodically makes applications to the PUC for newly acquired systems, which require PAWC to send these types of notices. This notice is specific to the ICVWA acquisition. PAWC is not requesting a rate increase in this acquisition proceeding. Accordingly, this acquisition will not immediately, but may in the future, affect water bills of Pennsylvania-American customers, including new ICVWA water customers. Your current rates will not change as a result of this acquisition until the conclusion of Pennsylvania-American’s first base rate case where Pennsylvania-American requests and receives PUC approval to increase its rates. At that time, based on a preliminary analysis of the potential rate impacts, PAWC estimates that the rates of the average customer could increase. The amount of the increase will be determined in PAWC’s next base rate case and will be dependent on how the PUC chooses to apportion the increase among PAWC’s acquired and existing customers. Any promise to freeze rates may be unenforceable. The table below presents non-binding, estimated incremental rate effects of the proposed rate base addition on PAWC’s existing water customers.

Rate Class	Average Usage	Estimated Monthly Increase	Estimated Percentage Increase
Residential	3,201 gallons/month	\$0.24	0.3%
Commercial	22,094 gallons/month	\$1.26	0.3%
Industrial	685,947 gallons/month	\$26.59	0.3%

These amounts could change and will depend on how the PUC chooses to apportion any increase among different types of utility service, rate zones and classes of customers. For Pennsylvania-American customers in a rate zone other than Rate Zone 1, the potential rate impact could vary from the chart above.

PUC ROLE

The state agency that approves acquisitions and rates for regulated public utilities is the PUC. The PUC will review and investigate the proposed acquisition. After examining the evidence, the PUC may approve, modify or deny the acquisition and may approve, modify or deny the requested addition to rate base.

ACTIONS YOU CAN TAKE

You can support or challenge Pennsylvania-American’s request by:

- 1. Sending a letter to the PUC.** You can tell the PUC why you support or object to the application in your letter. This information can be helpful when the PUC investigates the application. Send your letter to the Pennsylvania Public Utility Commission, P.O. Box 3265, Harrisburg, PA 17105-3265.
- 2. Attending or presenting testimony at a PUC public input hearing.** You can attend or be a witness at a PUC public input hearing. The PUC holds public input hearings if it opens an investigation of Pennsylvania-American’s transaction and if there is enough interest in the case. At these hearings, you can present your views in person to the PUC judge and to company representatives. Testimony under oath becomes part of the application case record. The PUC holds these hearings in the service area of the company. For more information, call the PUC at 1-800-692-7380.

- 3. Filing a protest or a petition to intervene.** If you want to be a party to the case, you must file a protest or a petition to intervene. You then have an opportunity to take part in all the hearings about the proposed acquisition. You can receive copies of all materials distributed by the other parties. Filings must be made with the Secretary of the Pennsylvania Public Utility Commission at P.O. Box 3265, Harrisburg, PA 17105-3265, with a copy served on Pennsylvania-American’s counsel at:

Adeolu A. Bakare, Esquire
McNees Wallace & Nurick LLC
100 Pine Street
Harrisburg, PA 17101
Telephone: 717-237-5290
Email: abakare@mcneeslaw.com

The documents filed in support of the application are available on the PUC’s website at www.puc.pa.gov, and for inspection and copying at the Office of the Secretary of the PUC between 8 a.m. and 4:30 p.m., Monday through Friday. The PUC docket number is A-2025-3055741. For more information, you may contact the PUC’s Bureau of Consumer Services at 1-800-692-7380.