The York Water Company

"That good York water"
SINCE 1816

March 31, 2026

Matthew Homsher, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street, 2nd Floor North
P O Box 3265
Harrisburg, PA 17105-3265

Re: Docket Number M-2026-3059582

Dear Secretary Homsher:

Enclosed is the York Water Company's Quarterly Earnings Report for the twelve months ended December 31, 2025. If you should have any questions, please contact me.

Sincerely,

Dan Coppersmith

Dan Coppersmith
Finance Manager

Enclosure

THE YORK WATER COMPANY
Financial Report for Twelve Months
Ended December 31, 2025

		Actual per Books (1)	Intrastate Percent (2)	Intrastate per Books (3)	Pro Forma Intrastate Adjustments (a) (4)	Intrastate Pro Forma Results (5)
1	Original cost of plant	614,397,269		614,397,269	47,918,596	662,315,865
2	Less: Depreciation Res.	118,960,872		118,960,872	(7,328,467)	111,632,405
3	Net Plant	495,436,397		495,436,397	55,247,063	550,683,460
	Additions					
4.	Land/Plant held for future use	0		0	0	0
5.	Materials and Supplies	3,360,756		3,360,756		3,360,756
6.	Cash Working Capital (b)	3,554,371		3,554,371		3,554,371
7.	Income Taxes on CAC & CIAC	1,101,338		1,101,338		1,101,338
8.	Other	0		0		0
	Deductions					
9.	Accumulated Deferred Income Taxes					
10.	Liberalized Depreciation	39,100,391		39,100,391	0	39,100,391
11.	Investment Tax Credit	0		0		0
12.	Other	0		0		0
13.	Customer Deposits	0		0		0
14.	Customer Advances	20,730,215		20,730,215		20,730,215
15.	Contribution in Aid of Construction	44,120,249		44,120,249		44,120,249
16.	Other	0		0		0
17.	RATE BASE	399,502,007		399,502,007	55,247,063	454,749,070
18.	Operating Revenues	69,486,468		69,486,468	10,814,638	80,301,106
	Operating Expenses					
19.	Operating & Maintenance Expense	27,618,806		27,618,806	1,482,789	29,101,595
20.	Annual Depreciation	12,965,136		12,965,136	1,548,092	14,513,228
21.	Taxes - Other than income	1,672,670		1,672,670	2,965	1,675,635
22.	State Income - Current	(104,726)		(104,726)	582,781	478,055
23.	Federal Income - Current	2,495		2,495	1,511,582	1,514,077
24.	Deferred Income Taxes	(181,894)		(181,894)	0	(181,894)
25.	Investment Tax Credit (net)	(37,627)		(37,627)		(37,627)
26.	Total Operating Expenses	41,934,860		41,934,860	5,128,210	47,063,070
27.	Income available for return	27,551,608		27,551,608	5,686,429	33,238,037
	RATE OF RETURN - OVERALL	6.9%		6.9%		7.3%

(a) Schedule B and Schedule C
(b) As adjudicated in last rate case or as currently calculated

THE YORK WATER COMPANY
Summary of Pro Forma Intrastate Adjustments

Rate Base Adjustments	**Rate Base**	**Revenues**	**Expenses**	**Taxes**
Utility Plant Under Construction	47,918,596			
Eliminate FAS 143	8,876,559			
Income Statement Adjustments				
Operating Revenues		10,814,638		
Operating Expenses			1,482,789	
Depreciation	(1,548,092)		1,548,092	
Taxes - Other than Income			2,965	
State Income - Current				582,781
Federal Income - Current				1,511,582

THE YORK WATER COMPANY
Explanation of Adjustments

Rate Base Adjustments

Utility Plant Under Construction which is completed and in service and Utility Plant Under Construction which will be completed and in service as of December 31, 2026	47,918,596
Eliminate FAS 143	8,876,559

Income Statement Adjustments

Normalize Pension Cost	0
Revenue granted by Docket R-2025-3053442	13,333,333
Eliminate DSIC revenues	(2,300,401)
Eliminate STAS revenues	11,106
Eliminate unbilled revenues	(229,400)
Additional Depreciation on Utility Plant Under Construction which will be completed and in service as of December 31, 2026 ($47,918,596 x 2.45%)	1,174,006
Normalize depreciation expense	374,086
Amortization of Acquisition expense granted by Docket R-2025-3053442	26,411
Amortization of Customer-owned lead service lines granted by Docket R-2025-3053442	121,082
Pro forma payroll adjustments	285,810
Vacation Accrual adjustment	(50,707)
Normalize Bad Debt Expense	17,173
Normalize Gasoline Expense	77,804
Normalize Chemical Expense	162,454
General Price Level Adjustment	299,727
Normalize Pension Fees	28,625
Normalize Health Insurance Expense	267,195
Rate Case Expense	89,268
Normalize Bank and Trustee Fee Expense	17,234
Normalize General Insurance Expense	140,714
Normalize Realty Tax Expense	2,965
State income tax on adjustments (7.49%)	582,781
Federal income tax on adjustments (21.00%)	1,511,582

Note: The 2.45% depreciation rate used hereon represents depreciation expense as a percent of utility plant excluding depreciation through clearing accounts, customers' advances and contributions in aid of construction calculated for the Company's annual report.

Explanation of Changes to Intrastate Allocation Factors (if applicable)

Not applicable

THE YORK WATER COMPANY
INTRASTATE PER BOOKS
Calculation of Return on Common Equity for
The 12 Months Ended December 31, 2025

		Capital Ratios (a)		Rate Base (b)		Totals		Weighted Cost Rate (c)		Total Rate Base Related Cost of Debt
		(1)		(2)		(3)		(4)		(5)
		Sch. E Col. 2	x	Sch. A Col. 3 Line 17	=		x	Sch. F Col. 7	=	
1	Debt	44.6				$178,177,895		4.53%		$8,071,459
2	Preferred									
3	Common Equity	55.4				$221,324,112				
4	TOTAL	100.0		$399,502,007		$399,502,007				$8,071,459

12 Months Ended

		Intrastate per Books
		(1)
5	Income Available for Return (from Sch. A. Col. 3 Line 27)	27,551,608
6	Less: Total Rate Base Related Cost of Debt (Col. 5, Line 4)	8,071,459
7	Income Available for Common Equity (Line 5 Less Line 6)	19,480,149
8	Debt Cost (Col. 5, Line 1)	8,071,459
9	Less: Interest Expense used to compute State and Federal Income Taxes	10,261,867
10	Difference (Line 8, Less Line 9)	(2,190,408)
11	Times: Effective State and Federal Income Taxes	0.2692
12	Net Addition or (Deduction) (Line 10 x Line 11)	(589,594)
13	Income Available for Common Equity, Including Income Tax Effect of Using Debt Cost (Line 7 + Line 12)	18,890,555
14	Return on Common Equity (Line 7÷ Line 3, Col. 3)	8.80%
15	Return on Common Equity Including Tax Effect of Using Debt Cost (Line 13 ÷ Line 3, Col. 3)	8.54%

THE YORK WATER COMPANY
INTRASTATE PER BOOKS
Calculation of Return on Common Equity for
The 12 Months Ended December 31, 2025

		Capital Ratios (a)		Rate Base (b)		Totals		Weighted Cost Rate (c)		Total Rate Base Related Cost of Debt
		(1)		(2)		(3)		(4)		(5)
		Sch. E Col. 2	x	Sch. A Col. 5 Line 17	=		x	Sch. F Col. 7	=	
1	Debt	44.6				$202,818,085		4.53%		$9,187,659
2	Preferred									
3	Common Equity	55.4				$251,930,985				
4	TOTAL	100.0		$454,749,070		$454,749,070				$9,187,659

12 Months Ended

		Intrastate Adjusted
		(1)
5	Income Available for Return (from Sch. A. Col. 5 Line 27)	33,238,037
6	Less: Total Rate Base Related Cost of Debt (Col. 5, Line 4)	9,187,659
7	Income Available for Common Equity (Line 5 Less Line 6)	24,050,377
8	Debt Cost (Col. 5, Line 1)	9,187,659
9	Less: Interest Expense used to compute State and Federal Income Taxes	10,261,867
10	Difference (Line 8, Less Line 9)	(1,074,208)
11	Times: Effective State and Federal Income Taxes	0.2692
12	Net Addition or (Deduction) (Line 10 x Line 11)	(289,146)
13	Income Available for Common Equity, Including Income Tax Effect of Using Debt Cost (Line 7 + Line 12)	23,761,231
14	Return on Common Equity (Line 7 ÷ Line 3, Col. 3)	9.55%
15	Return on Common Equity Including Tax Effect of Using Debt Cost (Line 13 ÷ Line 3, Col. 3)	9.43%

THE YORK WATER COMPANY

Calculation of Capital Structure
and Related Ratios for the 12 Months
Ended December 31, 2025

	Total Company Actual Amount Outstanding	Ratios
	(1)	(2)
(1) Total Debt (Sch F., Col 4)	192,370,000	44.6
Common Equity		
Common Stock	139,951,872	
Retained Earnings	98,972,710	
Total Common Equity	238,924,582	55.4
Total Capital	431,294,582	100.0

(1) Does not include committed line of credit borrowings of $32,289,552 as of December 31, 2025.

THE YORK WATER COMPANY

Cost of Debt as Adjusted for the 12 Months
Ended December 31, 2025

Item/Description	Issue Date	Maturity Date	Interest Rate	Outstanding Balance	Effective Cost Rate	Percent to Total	Weighted Cost Rate
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Var Rate PA Econ. Dev. Financing Authority Facilities Rev Bonds Series A	2008	2029	3.33%	12,000,000	3.74%	6.2%	0.23%
YCIDA Series 2015	2015	2029-2045	4.00% - 4.50%	10,000,000	4.70%	5.2%	0.24%
4.54% Senior Notes Series 2019	2019	2049	4.54%	20,000,000	4.59%	10.4%	0.48%
3.23% Senior Notes Series 2019	2019	2040	3.23%	15,000,000	3.50%	7.8%	0.27%
3.00% PEDFA Series A Bonds	2019	2036	3.00%	10,500,000	3.35%	5.5%	0.18%
3.10% PEDFA Series B Bonds	2019	2038	3.10%	14,870,000	3.59%	7.7%	0.28%
3.24% Senior Notes Series 2050	2020	2050	3.24%	30,000,000	3.27%	15.6%	0.51%
5.50% Senior Notes Series 2053	2023	2053	5.50%	40,000,000	5.53%	20.8%	1.15%
5.67% Senior Notes Series 2054	2024	2054	5.67%	40,000,000	5.70%	20.8%	1.19%
				192,370,000		100.0%	4.53%