



# The York Water Company

March 31, 2026

Matthew Homsher, Secretary  
Pennsylvania Public Utility Commission  
Commonwealth Keystone Building  
400 North Street, 2<sup>nd</sup> 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 Wastewater Quarterly Earnings Report for the twelve months ended December 31, 2025. If you should have any questions, please contact me.

Sincerely,

Dan Coppersmith  
Finance Manager

Enclosure

**THE YORK WATER COMPANY - Wastewater**

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	63,786,071		63,786,071	3,462,105	67,248,176
2 Less: Depreciation Res.	13,973,270		13,973,270	25,579	13,998,849
3 Net Plant	<u>49,812,801</u>		<u>49,812,801</u>	<u>3,436,526</u>	<u>53,249,327</u>
<u>Additions</u>					
4 Land/Plant held for future use	0		0	0	0
5 Materials and Supplies	0		0		0
6 Cash Working Capital (b)	0		0		0
7 Income Taxes on CAC & CIAC	17,758		17,758		17,758
8 Other	0		0		0
<u>Deductions</u>					
9 Accumulated Deferred Income Taxes					
10 Liberalized Depreciation	345,933		345,933	0	345,933
11 Investment Tax Credit	0		0		0
12 Other	0		0		0
13 Customer Deposits	0		0		0
14 Customer Advances	1,496,303		1,496,303		1,496,303
15 Contribution in Aid of Construction	6,938,002		6,938,002		6,938,002
16 Other	0		0		0
17 RATE BASE	41,050,321		41,050,321	3,436,526	44,486,847
18 <u>Operating Revenues</u>	8,001,317		8,001,317	2,345,465	10,346,782
<u>Operating Expenses</u>					
19 Operating & Maintenance Expense	5,537,882		5,537,882	39,073	5,576,955
20 Annual Depreciation	1,275,581		1,275,581	104,558	1,380,139
21 Taxes - Other than income	182,250		182,250	0	182,250
22 State Income - Current	0		0	164,917	164,917
23 Federal Income - Current	0		0	427,752	427,752
24 Deferred Income Taxes	62,307		62,307	0	62,307
25 Investment Tax Credit (net)	0		0		0
26 Total Operating Expenses	<u>7,058,020</u>		<u>7,058,020</u>	<u>736,301</u>	<u>7,794,321</u>
27 Income available for return	943,297		943,297	1,609,164	2,552,461
RATE OF RETURN - OVERALL	<u>2.3%</u>		<u>2.3%</u>		<u>5.7%</u>

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

**THE YORK WATER COMPANY- Wastewater**  
Summary of Pro Forma Intrastate Adjustments

<b><u>Rate Base Adjustments</u></b>	<b><u>Rate Base</u></b>	<b><u>Revenues</u></b>	<b><u>Expenses</u></b>	<b><u>Taxes</u></b>
Utility Plant Under Construction	3,462,105			
Eliminate FAS 143	78,979			
<b><u>Income Statement Adjustments</u></b>				
Operating Revenues		2,345,465		
Operating Expenses			39,073	
Depreciation	(104,558)		104,558	
State Income - Current				164,917
Federal Income - Current				427,752

**THE YORK WATER COMPANY- Wastewater**  
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	3,462,105
Eliminate FAS 143	78,979

**Income Statement Adjustments**

Revenue granted by Docket R-2025-3053573	2,375,000
Eliminate unbilled revenues	(31,094)
Eliminate STAS revenues	1,559
Additional Depreciation on Utility Plant Under Construction which will be completed and in service as of December 31, 2026 (\$3,462,105 x 2.45%)	84,822
Normalize depreciation expense	19,736
Amortization of Acquisition expense granted by Docket R-2025-3053573	(89,849)
Pro forma payroll adjustments	7,862
Vacation Accrual adjustment	(1,302)
General Price Level Adjustment	122,362
State income tax on adjustments (7.49%)	164,917
Federal income tax on adjustments (21.00%)	427,752

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- Wastewater**

## 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)	x	(2)	=	(3)	x	(4)	=	(5)
	Sch. E Col. 2		Sch. A Col. 3 Line 17				Sch. F Col. 7		
1 Debt	44.6				\$18,308,443		4.53%		\$829,372
2 Preferred									
3 Common Equity	55.4				\$22,741,878				
4 TOTAL	<u>100.0</u>		\$41,050,321		<u>\$41,050,321</u>				<u>\$829,372</u>

12 Months Ended

	Intrastate per Books (1)
5 Income Available for Return (from Sch. A. Col. 3 Line 27)	943,297
6 Less: Total Rate Base Related Cost of Debt (Col. 5, Line 4)	829,372
7 Income Available for Common Equity (Line 5 Less Line 6)	113,925
8 Debt Cost (Col. 5, Line 1)	829,372
9 Less: Interest Expense used to compute State and Federal Income Taxes	0
10 Difference (Line 8, Less Line 9)	829,372
11 Times: Effective State and Federal Income Taxes	0.2692
12 Net Addition or (Deduction) (Line 10 x Line 11)	223,243
13 Income Available for Common Equity, Including Income Tax Effect of Using Debt Cost (Line 7 + Line 12)	337,168
14 Return on Common Equity (Line 7 ÷ Line 3, Col. 3)	0.5%
15 Return on Common Equity Including Tax Effect of Using Debt Cost (Line 13 ÷ Line 3, Col. 3)	1.5%

**THE YORK WATER COMPANY- Wastewater**

## INTRASTATE PER BOOKS

Calculation of Return on Common Equity for  
The 12 Months Ended December 31, 2025

	<u>Capital Ratios (a)</u> (1) Sch. E Col. 2	x	<u>Rate Base (b)</u> (2) Sch. A Col. 5 Line 17	=	<u>Totals</u> (3)	x	<u>Weighted Cost Rate (c)</u> (4) Sch. F Col. 7	=	<u>Total Rate Base Related Cost of Debt</u> (5)
1 Debt	44.6				\$19,841,134		4.53%		\$898,803
2 Preferred									
3 Common Equity	55.4				\$24,645,713				
4 TOTAL	<u>100.0</u>		\$44,486,847		<u>\$44,486,847</u>				<u>\$898,803</u>

12 Months Ended

	<u>Intrastate Adjusted</u> (1)
5 Income Available for Return (from Sch. A. Col. 5 Line 27)	2,552,461
6 Less: Total Rate Base Related Cost of Debt (Col. 5, Line 4)	898,803
7 Income Available for Common Equity (Line 5 Less Line 6)	1,653,658
8 Debt Cost (Col. 5, Line 1)	898,803
9 Less: Interest Expense used to compute State and Federal Income Taxes	0
10 Difference (Line 8, Less Line 9)	898,803
11 Times: Effective State and Federal Income Taxes	0.2692
12 Net Addition or (Deduction) (Line 10 x Line 11)	241,932
13 Income Available for Common Equity, Including Income Tax Effect of Using Debt Cost (Line 7 + Line 12)	1,895,590
14 Return on Common Equity (Line 7 ÷ Line 3, Col. 3)	6.7%
15 Return on Common Equity Including Tax Effect of Using Debt Cost (Line 13 ÷ Line 3, Col. 3)	7.7%

**THE YORK WATER COMPANY**

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

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

(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 (1)	Maturity Date (2)	Interest Rate (3)	Outstanding Balance (4)	Effective Cost Rate (5)	Percent to Total (6)	Weighted Cost Rate (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%	<u>40,000,000</u>	5.70%	20.8%	1.19%
				<u><u>192,370,000</u></u>		<u><u>100.0%</u></u>	<u><u>4.53%</u></u>