

May 21, 2026

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

RE: Annual Optimization Plan (AAOP) for City of Lancaster
Docket No. M-2026-3060821
Water Utility No. 221800
Wastewater Utility No. 230220

Dear Mr. Homsher:

Please find attached the City's amended responses to your letter directed to the City Solicitor dated April 8, 2026. The attached confirms answers to items No. 2 and 3 for which you provided the City with a 30 day extension to supplement the City's responses.

We appreciate your patience and courtesy with this matter.

Very truly yours,



Angela M. Boyle, Paralegal to
Barry N. Handwerger, Solicitor

Encls.

cc: Kennshaffe@pa.gov

TUS Data Request Set 1- CITY AMENDED RESPONSES**The City of Lancaster Annual Asset Optimization Plan at Docket No. M-2026-3060821**

Referencing Lancaster's 2025 AAOP:

- a. Provide a report that details Lancaster's updated non-revenue water and main break occurrence rates as required in the Commission Order approving Lancaster's LTIIIP.

City Response: Please see the attached non-revenue water audit.
Main Break Occurrence: The City had 95 recorded main breaks in 2025.

- b. In Lancaster's AAOP filing, Table 1 listed the 2026 estimated annual expenditures at \$18,891,739.50 while Lancaster's LTIIIP proposes \$2,877,690 in spending. Please confirm the proposed 2026 spending.

City Amended Response: The City's 2025 AAOP was filed on March 3, 2026. It identified the estimated annual expenditure for 2026 as \$18,891,739.50. The City's current LTIIIP (approved at Docket No. 2022-3035591) estimated 2026 expenditure as \$2,877,690. The City's LTIIIP submitted through its LSLR Proceeding (Docket No. P-2023-3041043) increased the estimated 2026 expenditure to \$18,891,739.50. The Commission's Order adopting the Administrative Law Judge's Recommended Decision in the City's LSLR Proceeding was entered on December 18, 2025. In compliance with that Order, the City recently submitted its amended LSLR Program, modified LTIIIP, and other documents for review and approval by the Commission's Bureau of Technical Utility Services ("TUS"). Accordingly, the estimated annual expenditure set forth in the 2025 AAOP aligns with the more recent data included in the City's pending LTIIIP submitted for review by TUS.


- c. Please state if Lancaster intends to file a Third LTIIIP when the current LTIIIP expires in 2027.

City Amended Response: It is the City's intention, at this time, to file a Third LTIIIP at least 120 days prior to the expiration of the currently effective Second LTIIIP in 2027. The City reserves the right to revisit its intention to file a Third LTIIIP based upon changed facts, circumstances, or need.

Verification Page Follows

VERIFICATION

I, Stephen Campbell, Director of Public Works for the City of Lancaster, hereby state the facts set forth above are true and correct to the best of my knowledge, information and belief and that I expect to be able to prove the same at a hearing held in this matter. I understand the statements herein are made subject to the penalties of the 18 Pa. C.S. §4904 (relating to unsworn falsification to authorities).


Stephen A. Campbell
Director of Public Works

May 21, 2026
Date Signed