A Message from the Pennsylvania American Water President

Dear Valued Customer:

On behalf of all Pennsylvania American Water employees, I am pleased to share some very good news about the quality of your drinking water. This annual Water Quality Report is based on testing results between January and December 2016, and as you read it, you will see that we continue to supply water that meets or surpasses all regulatory drinking water standards.

Water service from Pennsylvania American Water is an exceptional value when you consider the science, expertise, equipment and technology involved in bringing water from the source, treating it, and then delivering clean, safe water to your tap. What’s more, our plant operators, water quality experts, engineers and maintenance crews work around the clock to make sure that quality water is always there when you need it.

Delivering reliable, high-quality water service also requires significant investment to replace and upgrade aging infrastructure. In 2016 alone, we invested approximately $309 million in system improvements across the Commonwealth.

Water is essential for public health, fire protection, economic development and our overall quality of life. Every Pennsylvania American Water employee takes this responsibility very seriously and works hard to keep quality water flowing not only today but well into the future. Please take the time to carefully review this report about the source and quality of your drinking water. We hope you agree that your water service is worth every penny.

Sincerely,

Jeffrey L. McIntyre
President, Pennsylvania American Water
Our Mark of Excellence

With history dating back to 1886, American Water is the largest and most geographically diverse U.S. publicly-traded water and wastewater utility company. The company employs more than 6,700 dedicated professionals who provide regulated and market-based drinking water, wastewater and other related services to an estimated 15 million people in 47 states and Ontario, Canada. More information can be found by visiting www.amwater.com.

Pennsylvania American Water, a subsidiary of American Water (NYSE: AWK), is the largest investor-owned water utility in the state, providing high-quality and reliable water and/or wastewater services to approximately 2.3 million people.

We are once again proud to present our annual water quality report. This edition covers all testing completed from January through December 2016. Over the years, we have dedicated ourselves to producing drinking water that meets or surpasses all state and federal drinking water standards. We continually strive to adopt new and better methods of delivering the best quality drinking water to you. As regulations and drinking water standards become more stringent, it is our commitment to you to ensure compliance with these standards in an expeditious and cost-effective manner, while maintaining our objective of providing quality drinking water at an affordable price. We are pleased to tell you that our compliance with all state and federal drinking water laws remains exemplary. To that end, we remain vigilant in meeting the challenges of source water protection, water conservation, and community education while continuing to serve the needs of all our water users.

For more information about this report, or for any questions relating to your drinking water, please feel free to call our Customer Service Department at 1-800-565-7292.

Source Water Information

The Shenango River is the sole source of supply for the New Castle service area. Pennsylvania American Water maintains a treatment facility on the Shenango River capable of processing a maximum of 8.4 million gallons of water per day (MGD). The water supply is distributed for residential, commercial, and industrial use.

Protecting Your Water Source

A Source Water Protection Plan (SWPP) was published in April 2012 for the New Castle system. Our water source is considered to be most vulnerable to activities related to NPDES discharges, industrial facilities, stormwater runoff, auto repair facilities, and on-lot waste disposal areas. The steering committee met during 2016 to discuss activities associated with protecting our source. A copy of the completed Source Water Assessment may be obtained by calling the local office of the Pennsylvania DEP at (724) 656-3160. Pennsylvania American Water encourages you to take an active part in protecting your water supply by participating in local activities as they occur in your area.

Other Water Quality Parameters of Interest

Is there lead in your water?
If present, elevated levels of lead can cause serious health problems, especially for pregnant women and young children. Lead in drinking water is primarily from materials and components associated with service lines and home plumbing. Pennsylvania American Water is responsible for providing high quality drinking water, but cannot control the variety of materials used in plumbing components. When your water has been sitting for several hours, you can minimize the potential for lead exposure by flushing your tap for 30 seconds to 2 minutes before using water for drinking or cooking. If you are concerned about lead in your water, you may wish to have your water tested. Information on lead in drinking water, testing methods, and steps you can take to minimize exposure is available from the Safe Drinking Water Hotline or at http://epa.gov/lead.

Does your water contain nitrates?
PAW’s normal range of nitrate levels is below the MCL of 10 ppm. Nitrate enters the water supply from fertilizers used on farms and natural erosion of deposits in the watershed. Levels above 10 ppm are a health risk for infants under six months of age and can cause blue baby syndrome. Check with your physician if you have questions.

How hard is your water?
Hardness is a measure of the concentration of two minerals naturally present in water – calcium and magnesium. High hardness levels cause soap not to foam as easily as it would at lower levels. Hardness levels range from 80 ppm to 154 ppm, or approximately 5 to 9 grains per gallon of water.
How much sodium is in your water?
The sodium level is approximately 9 ppm.

What is the pH (acidity) range of your water?
Water in the distribution system averages 7.1 pH units. A pH of 7.0 is considered neutral, neither acidic nor basic.

Is there fluoride in your water?
PAW adds fluoride to a level of approximately 0.7 ppm to assist in the prevention of dental cavities.

**Partnership for Safe Drinking Water Program**
In 2001, the New Castle system was awarded the prestigious Director’s Award – Treatment under the Partnership for Safe Drinking Water program. The program is administered by the U.S. Environmental Protection Agency, the Pennsylvania Department of Environmental Protection and other water related organizations. The award honors water utilities for achieving operational excellence by voluntarily optimizing their treatment facility operations and adopting more stringent performance goals than those required by federal and state drinking water standards. We are proud to report that the New Castle system has met the voluntary goals of the program for 16 continuous years.

**How to Contact Us**
Additional copies of this report can be printed directly from this site: http://www.amwater.com/CCR/newcastle.pdf. Questions can be presented to our Customer Service Department at 1-800-565-7292. Added information can be gathered by viewing the following links on the Internet:

- Pennsylvania American Water Web Page
- Pa. Department of Environmental Protection Web Page
- United States Environmental Protection Agency Web Page
- Center for Disease Control and Prevention Web Page
- American Water Works Association Web Page
- Safe Drinking Water Hotline: 1-800-426-4791

**Substances Expected to be in Drinking Water**
In order to ensure that tap water is safe to drink, EPA and DEP prescribes regulations which limit the amount of certain contaminants in water provided by public water systems. The FDA and DEP regulations establish limits for contaminants in bottled water, which must provide the same protection for public health. Pennsylvania American Water’s treatment processes are designed to reduce any such substances to levels well below any health concern and the processes are controlled to provide maximum protection against microbial and viral pathogens which could be naturally present in surface and groundwater.

Drinking water, including bottled water, may reasonably be expected to contain at least small amounts of some contaminants. The presence of contaminants does not necessarily indicate that water poses a health risk. More information about contaminants and potential health effects can be obtained by calling EPA’s Safe Drinking Water Hotline.

Some people may be more vulnerable to contaminants in drinking water than the general population. Immuno-compromised persons such as persons with cancer undergoing chemotherapy, persons who have undergone organ transplants, people with HIV/AIDS or other immune system disorders, some elderly, and infants can be particularly at risk from infections. These people should seek advice about drinking water from their health care providers. EPA/CDC guidelines on appropriate means to lessen the risk of infection by Cryptosporidium and other microbial contaminants are available from the Safe Drinking Water Hotline.
The source of drinking water (both tap water and bottled water) includes rivers, lakes, streams, ponds, reservoirs, springs, and wells. As water travels over the surface of the land or through the ground, it dissolves naturally occurring minerals and, in some cases, radioactive material, and can pick up substances resulting from the presence of animals or from human activity.

**Contaminants that may be present in source water include:**

- **Microbial Contaminants**, such as viruses and bacteria, which may come from sewage treatment plants, septic systems, agricultural livestock operations, and wildlife.
- **Inorganic Contaminants**, such as salts and metals, which can be naturally occurring or may result from urban stormwater runoff, industrial or domestic wastewater discharges, oil and gas production, mining, or farming.
- **Pesticides and Herbicides**, which may come from a variety of sources such as agriculture, urban stormwater runoff, and residential uses.
- **Organic Chemical Contaminants**, including synthetic and volatile organic chemicals, which are by-products of industrial processes and petroleum production, and can also come from gas stations, urban stormwater runoff, and septic systems.
- **Radioactive Contaminants**, which can be naturally occurring or be the result of oil and gas production and mining activities.

**Cryptosporidium**

*Cryptosporidium* is a microbial pathogen found in surface water throughout the U.S. Although filtration removes *Cryptosporidium*, the most commonly-used filtration methods cannot guarantee 100 percent removal. Our monitoring indicates the presence of these organisms in our source water, the Shenango River. Current test methods do not allow us to determine if the organisms are dead or if they are capable of causing disease. Ingestion of *Cryptosporidium* may cause cryptosporidiosis, an abdominal infection. Symptoms of infection include nausea, diarrhea, and abdominal cramps. Most healthy individuals can overcome the disease within a few weeks. The New Castle system began a second round of monitoring the Shenango River in October 2016. In this monthly sampling, we have detected zero to 0.080 oocyst/L *Cryptosporidium*. During October 2016, we failed to collect enumerated *E.coli* samples in conjunction with the *Cryptosporidium* sampling. We have since taken the required samples and are in compliance with the regulations. This sampling will continue into 2018.

**How to Read This Table**

Starting with a **Substance**, read across. **Year Sampled** is usually in 2016, or year prior. **MCL** shows the highest level of substance (contaminant) allowed. **MCLG** is the goal level for that substance (goal may be set lower than what is allowed). **Highest Amount Detected** represents the measured amount (less is better). **Range** tells the highest and lowest amounts measured. A **Yes** under **Compliance Achieved** means the amount of the substance met government requirements. **Typical Source** tells where the substance usually originates.

**Definitions of Terms Used in This Report**

- **AL (Action Level):** The concentration of a contaminant, which, if exceeded, triggers treatment or other requirements which a water system must follow.

- **Minimum Disinfectant Residual:** The minimum level of residual disinfectant required at the entry point to the distribution system.

- **MCL (Maximum Contaminant Level):** The highest level of a contaminant that is allowed in drinking water. MCLs are set as close to the MCLGs as feasible using the best available treatment technology.

- **MCLG (Maximum Contaminant Level Goal):** The level of a contaminant in drinking water below which there is no known or expected risk to health. MCLGs allow for a margin of safety.
**MRDL (Maximum Residual Disinfectant Level):** The highest level of disinfectant allowed in drinking water. There is convincing evidence that addition of a disinfectant is necessary for control of microbial contaminants.

**MRDLG (Maximum Residual Disinfectant Level Goal):** The level of drinking water disinfectant below which there is no known or expected risk to health. MRDLGs do not reflect the benefits of the use of disinfectants to control microbial contamination.

**NA:** Not applicable

**ND:** Not detected

**NTU (Nephelometric Turbidity Units):** Measurement of the clarity, or turbidity, of the water.

**ppm (parts per million):** One part substance per million parts water, or milligrams per liter.

**ppb (parts per billion):** One part substance per billion parts water, or micrograms per liter.

**SS:** Single sample

**TT (Treatment Technique):** A required process intended to reduce the level of a contaminant in drinking water.

**90th Percentile:** The highest concentration of lead or copper in tap water that is exceeded by 10 percent of the sites sampled during a monitoring period. The value is compared to the lead and copper action level (AL) to determine whether an AL has been exceeded.

%: means percent

### Water Quality Statement

We are pleased to report that during the past year, the water delivered to your home or business complied with all state and federal drinking water requirements. For your information, we have compiled a list in the table below showing what substances were detected in your drinking water during 2016. The Pennsylvania DEP allows us to monitor for some contaminants less than once per year because the concentration of the contaminants does not change frequently. Some of our data, though representative, are more than one year old. Although all of the substances listed below are under the Maximum Contaminant Levels (MCL) set by the U.S. Environmental Protection Agency and the Pennsylvania DEP, we feel it is important that you know exactly what was detected and how much of each substance was present in the water.

### Water Quality Results

**Turbidity – A Measure of the Clarity of the Water at the Treatment Facility**

<table>
<thead>
<tr>
<th>Plant</th>
<th>Substance (units)</th>
<th>Year Sampled</th>
<th>MCLG</th>
<th>MCL</th>
<th>Highest Single Measurement</th>
<th>Compliance Achieved</th>
<th>Typical Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>New Castle Plant</td>
<td>Turbidity (NTU)¹</td>
<td>2016</td>
<td>NA</td>
<td>TT</td>
<td>0.12</td>
<td>Yes</td>
<td>Soil runoff</td>
</tr>
</tbody>
</table>

¹ All turbidity readings were below the treatment technique requirement of 0.3 NTU in 95% of all samples taken for compliance on a monthly basis.
### Regulated Substances - Measured on the Water Leaving the Treatment Facility

<table>
<thead>
<tr>
<th>Substance (units)</th>
<th>Year Sampled</th>
<th>MCLG</th>
<th>MCL</th>
<th>Highest Amount Detected</th>
<th>Range Low-High</th>
<th>Compliance Achieved</th>
<th>Typical Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fluoride (ppm)</td>
<td>2016</td>
<td>2</td>
<td>2</td>
<td>1.1</td>
<td>0.3 – 1.1</td>
<td>Yes</td>
<td>Water additive which promotes strong teeth</td>
</tr>
<tr>
<td>Nitrate (ppm)</td>
<td>2016</td>
<td>10</td>
<td>10</td>
<td>0.79</td>
<td>SS</td>
<td>Yes</td>
<td>Runoff from fertilizer use; Leaching from septic tanks, sewage; Erosion of natural deposits</td>
</tr>
<tr>
<td>Total Chromium (ppb)</td>
<td>2015</td>
<td>100</td>
<td>100</td>
<td>0.3</td>
<td>ND – 0.3</td>
<td>Yes</td>
<td>Discharge from steel and pulp mills; erosion of natural deposits.</td>
</tr>
</tbody>
</table>

### Disinfectant Residual - Measured on the Water Leaving the Treatment Facility

<table>
<thead>
<tr>
<th>Substance (units)</th>
<th>Minimum Disinfectant Residual Required by DEP</th>
<th>Lowest Amount Detected</th>
<th>Range Low-High</th>
<th>Sample Date</th>
<th>Compliance Achieved</th>
<th>Typical Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>Chlorine (ppm)</td>
<td>0.2</td>
<td>0.74</td>
<td>0.74 – 2.6</td>
<td>2016</td>
<td>Yes</td>
<td>Water additive to control microbes</td>
</tr>
</tbody>
</table>

### Total Organic Carbon Removal - Measured Within the Treatment Facility

<table>
<thead>
<tr>
<th>Substance (units)</th>
<th>Year Sampled</th>
<th>TT</th>
<th>Range of Percent Removal Required</th>
<th>Range of Percent Removal Achieved</th>
<th>Compliance Achieved</th>
<th>Typical Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Organic Carbon (TOC) (% removal)²</td>
<td>2016</td>
<td>Meet EPA Removal Requirements</td>
<td>25 - 45</td>
<td>47 - 85</td>
<td>Yes</td>
<td>Naturally present in the environment</td>
</tr>
</tbody>
</table>

² Adequate removal of TOC may be necessary to control the unwanted formation of chlorinated by-products. Naturally occurring organic matter present in the source water can react with the disinfectants used at the treatment facility to form these by-products.

### Disinfectant Levels - Measured in the Distribution System

<table>
<thead>
<tr>
<th>Substance (units)</th>
<th>Year Sampled</th>
<th>MRDLG</th>
<th>MRDL</th>
<th>Highest Amount Detected</th>
<th>Range Low - High</th>
<th>Compliance Achieved</th>
<th>Typical Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Chlorine Residual (ppm)</td>
<td>2016</td>
<td>4</td>
<td>4</td>
<td>1.9</td>
<td>1.1 – 1.9</td>
<td>Yes</td>
<td>Added as a disinfectant to the treatment process to control microbes</td>
</tr>
</tbody>
</table>
## Tap Water Samples: Lead and Copper Results - Measured in the Distribution System

<table>
<thead>
<tr>
<th>Substance (units)</th>
<th>Year Sampled</th>
<th>Action Level</th>
<th>MCLG</th>
<th>Number of Samples</th>
<th>90th Percentile</th>
<th>Number of Samples Above Action Level</th>
<th>Typical Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>Lead (ppb)</td>
<td>2016</td>
<td>15</td>
<td>0</td>
<td>30</td>
<td>3</td>
<td>0</td>
<td>Corrosion of household plumbing systems; Erosion of natural deposits</td>
</tr>
<tr>
<td>Copper (ppm)</td>
<td>2016</td>
<td>1.3</td>
<td>1.3</td>
<td>30</td>
<td>0.15</td>
<td>0</td>
<td>Corrosion of household plumbing systems; Erosion of natural deposits; Leaching from wood preservatives</td>
</tr>
</tbody>
</table>

## Other Compounds - Measured in the Distribution System

<table>
<thead>
<tr>
<th>Substance (units)</th>
<th>Year Sampled</th>
<th>MCLG</th>
<th>MCL</th>
<th>Average Results(^3)</th>
<th>Range Low - High(^4)</th>
<th>Compliance Achieved</th>
<th>Typical Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Trihalomethanes (TTHM) (ppb)</td>
<td>2016</td>
<td>NA</td>
<td>80</td>
<td>32</td>
<td>23 – 40</td>
<td>Yes</td>
<td>By-product of drinking water chlorination</td>
</tr>
<tr>
<td>Haloacetic Acids (HAA(^5)) (ppb)</td>
<td>2016</td>
<td>NA</td>
<td>60</td>
<td>6</td>
<td>3 - 9</td>
<td>Yes</td>
<td>By-product of drinking water disinfection</td>
</tr>
</tbody>
</table>

\(^3\) Highest running annual average for individual sampling points.

\(^4\) Range represents sampling at individual sample points.