

PENNSYLVANIA-AMERICAN WATER COMPANY
(Hereinafter referred to as the "Company")

D/B/A

Pennsylvania American Water

RATES AND RULES

GOVERNING THE DISTRIBUTION AND SALE OF WATER

IN CERTAIN MUNICIPALITIES AND TERRITORIES LOCATED

THERE TO IN ADAMS, ALLEGHENY, ARMSTRONG, BEAVER, BERKS, BUCKS,
BUTLER, CENTRE, CHESTER, CLARION, CLEARFIELD, COLUMBIA, CUMBERLAND,
DAUPHIN, FAYETTE, INDIANA, JEFFERSON, LACKAWANNA, LANCASTER,
LAWRENCE, LEBANON, LUZERNE, MCKEAN, MONROE, MONTGOMERY,
NORTHAMPTON, NORTHUMBERLAND, PIKE, SCHUYLKILL, SUSQUEHANNA,
UNION, WASHINGTON, WARREN, WAYNE, AND YORK COUNTIES.

ALL IN THE COMMONWEALTH OF PENNSYLVANIA

This tariff makes Increases, Decreases and Changes to
Existing Rates, Rules and Regulations.

Issued: April 24, 2009

Effective: June 23, 2009

BY: Kathy Pape, President
Pennsylvania American Water
800 West Hersheypark Drive
Hershey, PA 17033

LIST OF CHANGES

Increases/Decreases

This tariff provides for three sets of uniform rates for all Rate Zone 1, Rate Zone 36 and Rate Zone 39 water sales customers except public and private fire.

Resale, Electric Generation and Industrial Standby rates have been increased.

All hydrants added after January 1, 2000, will have a monthly rate increase from \$11.10 to \$11.85, such that the rate will remain at 25% the cost of service unless under Commission Order to have their rates increased over a period of time.

Private Fire - All metered and unmetered private fire protection for Rate Zone 1 will be increased 6%, to roll the DSIC into base rates. The former Citizens unmetered and metered private fire will be increased or decreased by one third of the difference between their current rate and the Rate Zone 1 proposed rate. This is the second step of a four case phase in. All qualified hydrants will be increased to \$26.39.

The Pennsylvania State Tax Adjustment Surcharge has been rolled into base rates.

The Distribution System Improvement Charge will be reduced to zero.

Changes

The information on the following pages has been eliminated and the pages will be held for future use.

Page 9A5 - Schedule of Rates Applicable to Rate Zone 32 and 33. These rates have been rolled into Rate Zone 1.

Page 9A6 - Schedule of Rates Applicable to Rate Zone 32. These rates have been rolled into Rate Zone 1.

Page 9A7 - Schedule of Rates Applicable to Rate Zone 30. These rates have been rolled into Rate Zone 1.

Page 9A8 - Schedule of Rates Applicable to Rate Zone 34. These rates have been rolled into Rate Zone 1.

Page 9A9 - Schedule of Rates Applicable to Rate Zone 35. These rates have been rolled into Rate Zone 1.

LIST OF CHANGES CONTINUED

Page 9I - Schedule of Rates Applicable to Rate Zone 37. These rates have been rolled into Rate Zone 1.

Page 9J - Schedule of Rates Applicable to Rate Zone 38. These rates have been rolled into Rate Zone 1.

Additional Changes

Page 4A - Table of Contents - Rules 24, 25 and 26 have been moved to page 4A from page 4.

Pages 9A3 and 9A4 - Rate Zone 14 has been renamed to Rate Zone 39. Rate Zone 14 has been rolled into Rate Zone 1.

Page 9D - Rider DIS - Language has been revised to include "or intends to purchase" and "or prospective customer".

Page 9E - Rider DRS - Language has been revised to include "or intends to purchase" and "or prospective customer".

Page 10 - Private Fire - Reference to section 2.7 has been corrected to 2.9.

Page 22 - Rule 5.5 - Language has been revised to include "qualified private fire hydrants".

Page 31 - Rule 10.5 - Reference to page 12F has been corrected to 12C.

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TERRITORIES SERVED

NEW CASTLE

Butler

The City of Butler. The Boroughs of East Butler and Connoquenessing. Butler and Center Townships and portions of the Townships of Connoquenessing, Franklin, Jackson, Penn, Oakland and Summit.

Ellwood

The Boroughs of Ellport, Ellwood City and Koppel and a portion of Big Beaver Borough. Portions of the Townships of Jackson, North Sewickley, Perry and Wayne and the Township of Franklin.

New Castle

The City of New Castle. The Boroughs of South New Castle and New Beaver. The Townships of Hickory, Neshannock, Shenango, Union and Taylor and a portion of the Townships of Mahoning and North Beaver.

NORRISTOWN

Abington

The Boroughs of Clarks Summit, Dalton, Clarks Green; The Township of Glenburn and adjacent territory in Abington and South Abington Townships.

Bangor

The Boroughs of Bangor, Rosetto and Upper Mt. Bethel Townships and adjacent territory in Washington and Plainfield Townships.

Norristown

The Boroughs of Norristown and Bridgeport, part of the Townships of Whitpain, West Norriton, Worcester, Plymouth, Lower Providence, East Norriton, East Pikeland, Upper Merion, Perkiomen and Whitemarsh.

Susquehanna

The Boroughs of Hallstead, Great Bend, Montrose, Susquehanna, Lanesboro and Thompson. The Townships of Bridgewater, Great Bend, Oakland and Harmony.

Yardley

The Borough of Yardley and adjacent territory in Lower Makefield and Falls Townships.

POCONOS

Monroe County - Rate Zone 1 and Rate Zone 36 (PFCA)

The Borough of Mount Pocono, a portion of the townships of Coolbaugh, Delaware and Lehman, and the Village of Tobyhanna.

Lehman Pike - Rate Zone 1 (C)

Pike County, Lehman Township and West Fall Township. Monroe County, Middle Smithfield Township.

Mid-Monroe - Rate Zone 1

Monroe County, Middle Smithfield Township.

Blue Mountain Lake - Rate Zone 1 (C)

Monroe County, a portion of Stroud and Smithfield Townships.

TERRITORIES SERVED

Coatesville

Chester County

The City of Coatesville. The Boroughs of Parkesburg and South Coatesville and portions of the Townships of Sadsbury, Caln, East Fallowfield, Valley, Atglen, West Sadsbury and West Caln.

Lancaster County

The Borough of Quarryville and the Townships of Bart, Colerain, Eden and Sadsbury.

Reading

Glen Alsace District

Berks County. The Borough of St. Lawrence. The Townships of Amity and Exeter.

Jacksonwald District

Berks County. The Township of Exeter.

Amity District

Berks County. The Township of Amity.

Penn Water District

Berks County. The Boroughs of Sinking Spring, West Lawn, and Wyomissing Hills. The Townships of Spring, Lower Heidelberg, South Heidelberg and Cumru.

Home District

Montgomery County. The Borough of Royersford. The Townships of Upper Providence and Limerick, and a portion of the Township of Lower Pottsgrove. Chester County. The Borough of Spring City. The Townships of East Vincent, West Vincent, East Pikeland and Schuylkill.

Blue Mountain District

Northampton County. The Boroughs of Nazareth, Pen Argyl, Stockertown, Wind Gap, and Tatamy. The Townships of Bushkill, Upper Nazareth, Plainfield, Palmer, Forks, and Lower Nazareth. Monroe County. The Townships of Hamilton and Ross.

Lake Heritage District

Adams County. The Townships of Mount Joy, Mount Pleasant and Straban.

Palmer District - Rate Zone 1 (C)

Northampton County. The Township of Palmer.

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 1

FOR ALL RATE CLASSES EXCEPT INDUSTRIAL

METER RATES

All water supplied by the Company for any and all purposes, except Industrial, Qualified Private Fire Hydrants and Public Fire Hydrants, shall be metered as hereinafter set forth. All meters shall be read monthly or bimonthly and the water used shall be paid for in accordance with the following schedule of rates.

Service Charges

For All Rate Classes Except Industrial

All metered customers shall be subject to a monthly service charge, based on the size of meter required to render adequate service. (I)

<u>Size of Meter</u>	<u>Service Charge Per Month Except Other Water Utilities</u>	<u>Service Charge Per Month Other Water Utilities Group A & B</u>
5/8 inch	\$ 13.75	\$ 17.30
3/4 inch	20.70	26.40
1 inch	34.50	43.10
1-1/2inch	56.50	87.30
2 inch	90.30	138.60
3 inch	168.60	260.80
4 inch	211.60	434.00
6 inch	316.80	866.80
8 inch	613.40	1,386.90
10 inch	888.40	1,994.30
12 inch	1,389.38	3,121.90

Consumption Charges For all Rate Classes Except Industrial

The following rates shall apply per 100 gallons.

(I)

	<u>FIRST 16,000/MONTH</u>	<u>NEXT 584,000/MONTH</u>	<u>ALL IN EXCESS OF 600,000/MONTH</u>
Residential	.8368	.8368	.8368
Commercial	.8368	.5957	.5957
Municipal	.8368	.7052	.7052
Other Water Utilities Group A	.5530	.5530	.5530
Other Water Utilities Group B	1.6051	1.6051	1.6051

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 1
FOR INDUSTRIAL RATE CLASS

METER RATES

All water supplied by the Company for Industrial purposes shall be metered as hereinafter set forth. All meters shall be read monthly or bimonthly and the water used shall be paid for in accordance with the following schedule of rates.

Service Charges
For Industrial Rate Class

All metered customers shall be subject to a monthly service charge, based on the size of meter required to render adequate service. (I)

<u>Size of Meter</u>	<u>Per Month</u>
5/8 inch	\$ 21.40
3/4 inch	32.20
1 inch	53.50
1-1/2 inch	107.00
2 inch	171.20
3 inch	321.60
4 inch	535.70
6 inch	1070.10
8 inch	1,712.20
10 inch	2,461.80
12 inch	3,852.37

Consumption Charges For Industrial Rate Class(I)

The following rates shall apply per 100 gallons per month.

<u>Industrial</u>	<u>Industrial Curtailment*</u>
First 16,000 .8368	First 16,000 .8368
Next 584,000 .6146	Next 584,000 .6146
All in Excess	Next 14,400,000 .4873
of 600,000 .4873	All In Excess
	Of 15,000,000 .3284

- Subject to the availability criteria and terms and conditions of the industrial curtailment rate (pages 9A1 and 9A2, hereof), the foregoing rates shall apply per 100 gallons per month for service provided under the Industrial Curtailment Rate.

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 39
Acquisitions

Applicable to customers of water systems acquired after the filing of the Company's rate application on April 24, 2009 at R-2009-2097323 who did not receive notice of the proposed rate increase.

Meter Rates

All water supplied by the Company for any and all purposes, except Industrial, Qualified Private Fire Hydrants and Public Fire Hydrants, shall be metered as hereinafter set forth. All meters shall be read monthly or bimonthly and the water used shall be paid for in accordance with the following schedule of rates.

Service Charges
For All Rate Classes Except Industrial

All metered customers shall be subject to a monthly service charge, based on the size of meter required to render adequate service. (I)

<u>Size of Meter</u>	<u>Service Charge Per Month Except Other Water Utilities</u>	<u>Service Charge Per Month Other Water Utilities</u>
5/8 inch	\$ 12.00	\$ 15.10
3/4 inch	18.10	23.00
1 inch	30.10	37.60
1-1/2inch	49.30	76.20
2 inch	78.80	121.00
3 inch	147.10	227.50
4 inch	184.70	378.80
6 inch	276.50	756.50
8 inch	535.30	1,210.40
10 inch	775.30	1,740.50
12 inch	1,212.50	2,723.50

Consumption Charges For All Rate Classes Except Industrial

The following rates shall apply per 100 gallons. (I)

	<u>FIRST 16,000/MONTH</u>	<u>NEXT 584,000/MONTH</u>	<u>ALL IN EXCESS OF 600,000/MONTH</u>
Residential	.6809	.6809	.6809
Commercial	.6809	.5219	.5219
Municipal	.6809	.5571	.5571
Other Water Utilities Group A	.5027	.5027	.5027
Other Water Utilities Group B	1.5142	1.5142	1.5142

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 39
FOR INDUSTRIAL RATE CLASS - ACQUISITIONS

Applicable to customers of water systems acquired after the filing of the Company's rate application on April 24, 2009 at R-2009-2097323 who did not receive notice of the proposed rate increase.

Meter Rates

All water supplied by the Company for Industrial purposes shall be metered as hereinafter set forth. All meters shall be read monthly or bimonthly and the water used shall be paid for in accordance with the following schedule of rates.

Service Charges
For Industrial Rate Class

All metered customers shall be subject to a monthly service charge, based on the size of meter required to render adequate service. (I)

<u>Size of Meter</u>	<u>Per Month</u>
5/8 inch	\$ 18.70
3/4 inch	28.10
1 inch	46.70
1-1/2 inch	93.40
2 inch	149.40
3 inch	280.70
4 inch	467.50
6 inch	933.90
8 inch	1,494.30
10 inch	2,148.50
12 inch	3,362.10

Consumption Charges For Industrial Rate Class

The following rates shall apply per 100 gallons per month. (I)

First 16,000	.6809
Next 584,000	.5079
All in excess of 600,000	.4027

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RESALE AND ELECTRIC GENERATION STANDBY RATE CONTINUED

Demand Charges

The monthly Demand Charges under this rate schedule will be applied to the customer's nominated firm standby demands in hundred gallons as set forth in the Service Agreement and are as follows:

Firm Standby Service

Average Day Demand	\$13.2251 (I)
Maximum Day Demand	\$ 1.3350 (I)
Maximum Hour Demand	\$17.4540 (I)

Consumption Charges

In addition to the Service Charge and the Demand Charges, Consumption Charges will be rendered for all water delivered during the standby event in accordance with the following schedule:

Up to Average Daily Deliveries by Company
during the seven days preceding the
beginning of the standby event multiplied
by the days during the standby event Applicable Zone 1 Rates

Next gallons - Firm Average Day Demand
Nomination multiplied by the days during
the standby event \$0.0630 per hundred gallons (I)

All amounts above sum of previously
described amounts \$0.8368 per hundred gallons (I)

TERMS AND CONDITIONS

Initial Notification of Company. Each customer that develops or obtains a new source of supply and retains a connection to the Company's system becomes a Standby Service customer and shall notify the Company within ten (10) days of so doing. The notification shall include the Maximum Day capacity of the source of supply and the customer's nomination of firm standby demand requirements. The customer shall within thirty (30) days of developing or obtaining such new source of supply enter into a Service Agreement with the Company for Standby Service.

Each customer that is taking service under a Standby Service Agreement and increases the capacity of its source of supply shall be subject to the same notification requirements with respect to the additional capacity.

INDUSTRIAL STANDBY RATE CONTINUED

Demand Charges

The monthly Demand Charges under this rate schedule will be applied to the customer's nominated firm and interruptible standby demands in hundred gallons as set forth in the Service Agreement and are as follows:

	<u>Firm Standby Service</u>	<u>Interruptible Standby Service</u>
Average Day Demand	\$13.2251 (I)	\$4.5732 (I)
Maximum Day Demand	\$ 1.3350 (I)	\$0.4818 (I)
Maximum Hour Demand	\$17.4540 (I)	\$5.7209 (I)

Consumption Charges

In addition to the Service Charges and the Demand Charges, Consumption Charges will be rendered for all water delivered during the standby event in accordance with the following schedule:

Up to Average Daily Deliveries by Company
during the seven days preceding the
beginning of the standby event multiplied
by the days during the standby event Zone 1 Industrial Rates

Next gallons - Firm Average Day Demand
Nomination multiplied by the days during
the standby event \$0.0630 per hundred gallons (I)

Next gallons - Interruptible Average Day
Demand Nomination multiplied by the days
during the standby event \$0.5264 per hundred gallons (I)

All amounts above sum of previously
described amounts \$0.8368 per hundred gallons (I)

TERMS AND CONDITIONS

Initial Notification of Company. Each customer that develops or obtains a new source of supply and retains a connection to the Company's system becomes a Standby Service customer and shall notify the Company within ten (10) days of so doing. The notification shall include the Maximum Day capacity of the source of supply and the customer's nominations of firm and interruptible standby demand requirements. The customer shall within thirty (30) days of developing or obtaining such new source of supply enter into a Service Agreement with the Company for Standby Service.

Each customer that is taking service under a Standby Service Agreement and increases the capacity of its source of supply shall be subject to the same notification requirements with respect to the additional capacity.

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 1
For The Residential Class

UNMETERED RATES

All charges will be billed monthly in accordance with the following schedule of rates.

Charges: (I)

Residential customers added through acquisitions, which do not have a meter on the date of closing, will be charged a monthly rate for service of \$48.90. Upon installation of a meter, each customer will be charged a service charge based on the size of meter required to render adequate service along with a charge for consumption usage based upon the applicable Rate Zone's metered rates in effect for the residential class.

RIDER DIS - DEMAND BASED INDUSTRIAL SERVICE

Applicability.

Throughout the territory served under this tariff.

Availability. (C)

This rider is available to a customer or prospective customer that:

- (1) purchases or intends to purchase water from the Company for industrial purposes;
- (2) enters into a Service Agreement for a term of not less than 2 years;
- (3) during the original and any renewal terms of the Service Agreement, agrees to purchase an average of 20 million gallons of water per month at a daily load factor of not less than 0.60; and
- (4) has a viable competitive alternative to service from the Company and intends to select that alternative to the detriment of the Company and its other customers.

The Company shall require documentation to establish, to the Company's satisfaction, the existence of a competitive alternative. The Company will require updates of competitive alternatives every five years. Such documentation may include, but is not limited to, an affidavit of the customer or, if the customer is a corporation, an affidavit of one or more of its officers.

Rate.

The rate(s) to be charged qualifying customers under this rider will be as set forth in the Service Agreement, provided, however, that such rate(s): (1) shall not exceed the Maximum Rate; (2) shall not be less than the Minimum Rate; and (3) shall be subject to an Escalation Clause, as hereafter defined.

Maximum Rate: The Maximum Rate shall be the charges specified in the Company's Rate Schedule that would otherwise apply to the qualifying customer absent this rider.

Minimum Rate: The Minimum Rate shall be sufficient to recover: (1) the Production Cost of Water; (2) the fixed costs (depreciation and pre-tax return) associated with all new facilities added to serve the customer; and (3) some portion of the fixed costs of the Company's other facilities. For purposes of this rider, the Production Cost of Water shall be the variable cost the Company incurs to produce additional treated water, which consists of expenses for electric power, chemicals and purchased water.

Escalation Clause: The rate set forth in the Service Agreement shall be subject to an Escalation Clause, during the original and any renewal terms of the Service Agreement, based upon changes in published price indices and/or changes in the Company's cost of service, as the Company and the qualifying customer shall agree.

Filing With The Pennsylvania Public Utility Commission/Confidentiality: Service Agreements entered into between the Company and qualifying customers under this rider shall be filed with the Commission on a confidential basis within five (5) days of their execution and shall not be subject to disclosure except by Petition made to and granted by the Commission pursuant to 52 Pa. Code §1.74 and the Commission's Order entered June 6, 1996 at Docket No. R-00943231. However, as required by that Order, the Company shall provide copies of such Service Agreements to the Pennsylvania Office of Consumer Advocate ("OCA") contemporaneously with their filing with the Commission, subject to the OCA's execution of a Confidentiality Agreement.

RIDER DRS - DEMAND-BASED RESALE SERVICE

Applicability.

Throughout the territory served under this tariff.

Availability. (C)

This rider is available to a customer or prospective customer that:

- (1) purchases water or intends to purchase water from the Company for resale;
- (2) enters into a Service Agreement for a term of not less than 10 years;
- (3) during the original and any renewal terms of the Service Agreement, agrees to maintain a daily load factor of not less than 0.75; and
- (4) has a viable competitive alternative to service from the Company and intends to select that alternative to the detriment of the Company and its other customers.

The Company shall require documentation to establish, to the Company's satisfaction, the existence of a competitive alternative. Such documentation may include, but is not limited to, an affidavit of the customer or, if the customer is a corporation, an affidavit of one or more of its officers.

Rate.

The rate(s) to be charged qualifying customers under this rider will be as set forth in the Service Agreement, provided, however, that such rate(s): (1) shall not exceed the Maximum Rate; (2) shall not be less than the Minimum Rate; and (3) shall be subject to an Escalation Clause, as hereafter defined.

Maximum Rate: The Maximum Rate shall be the charges specified in the Company's Rate Schedule that would otherwise apply to the qualifying customer absent this rider.

Minimum Rate: The Minimum Rate shall be sufficient to recover: (1) the Production Cost of Water; (2) the fixed costs (depreciation and pre-tax return) associated with all new facilities added to serve the customer; and (3) some portion of the fixed costs of the Company's other facilities. For purposes of this rider, the Production Cost of Water shall be the variable cost the Company incurs to produce additional treated water, which consists of expenses for electric power, chemicals and purchased water.

Escalation Clause: The rate set forth in the Service Agreement shall be subject to an Escalation Clause, during the original and any renewal terms of the Service Agreement, based upon changes in published price indices and/or changes in the Company's cost of service, as the Company and the qualifying customer shall agree.

Filing With The Pennsylvania Public Utility Commission/Confidentiality: Service Agreements entered into between the Company and qualifying customers under this rider shall be filed with the Commission on a confidential basis within five (5) days of their execution and shall not be subject to disclosure except by Petition made to and granted by the Commission pursuant to 52 Pa. Code §1.74 and the Commission's Order entered June 6, 1996 at Docket No. R-00943231. However, as required by that Order, the Company shall provide copies of such Service Agreements to the Pennsylvania Office of Consumer Advocate ("OCA") contemporaneously with their filing with the Commission, subject to the OCA's execution of a Confidentiality Agreement.

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SCHEDULE OF RATES APPLICABLE TO RATE ZONE 36

POCONOS FARMS COMMUNITY ASSOCIATION

Metered Rates

All water supplied by the Company for any and all purposes, shall be metered as hereinafter set forth. All meters shall be billed monthly and the water used shall be paid for in accordance with the following schedule of rates.

Service Charge (I)

All metered customers shall be subject to a monthly service charge, based on the size of meter required to render adequate service.

<u>Size of Meter</u>	<u>Service Charge Per Month Except Other Water Utilities</u>
5/8 inch	\$ 13.75
3/4 inch	20.70
1 inch	34.50
1-1/2inch	56.50
2 inch	90.30
3 inch	168.60
4 inch	211.60
6 inch	316.80
8 inch	613.40
10 inch	888.40
12 inch	1,389.38

Consumption Charge (I)

The following shall be the rates at which water will be furnished to residential and commercial customers. The rates shall apply per 100 gallons.

Residential

All Usage \$.531500

Commercial

The first 16,000 \$.5315
 All over 16,000 .4730

This Page Held For Future Use (C)

This Page Held For Future Use (C)

Private Fire Service For All Customers Unless Otherwise Listed

The following schedule of rates applies to any existing unmetered private fire service customer who continues to utilize the service connection solely for fire prevention purposes. Whenever, inspection of consumption detection devices on the service line or other investigative measures, indicate the service connection is being utilized for purposes other than fire protection, the Company will require the installation of a meter of appropriate size, and shall charge for service at the rates set forth under the Company's metered private fire service. (I)

<u>Size of Connection with Main</u>	<u>Minimum Per Month</u>
1-1/4"	\$ 3.63
1-1/2"	5.23
2"	9.29
2-1/2"	14.36
3"	21.12
4"	37.16
6"	84.45
8"	150.32
10"	234.76
12"	337.79

Qualified Private Fire Hydrants

Service under this classification is subject to regulations set forth in section 2.9 "Qualified Private Fire Hydrants". (C)

Qualified Private Fire Hydrants \$26.39 per month (I)

Bills for Unmetered Private Fire Service and Qualified Private Fire Hydrants will be rendered monthly in arrears.

Metered Private Fire Service For All Customers Unless Otherwise Listed

The following schedule of meter rates will apply to existing private fire services that were unmetered and subsequently became metered.

However, if the service is utilized as a general water service line as indicated by a continuing use of water in excess of 10,000 gallons per month for a period of three or more consecutive months, the customer shall be transferred to the Company's general service rate schedule and the minimum rate by size of meter will apply to this service in addition to the consumption charged. (I)

<u>Size of Connection with Main</u>	<u>Minimum Per Month</u>
1-1/4"	\$ 29.68
1-1/2"	42.40
2"	67.84
2-1/2"	84.80
3"	127.20
4"	159.00
6"	238.50
8"	365.70
10"	514.10
12"	572.40

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 16 - GLEN ALSACE

Private Fire Service

AVAILABILITY

For each automatic sprinkler, standpipe connections or any other emergency or fire protection at a non-residential structure other than hydrants connected with mains by direct line.

1. FIRE HYDRANTS \$ 26.39 Monthly (I)

2. FIRE SERVICE

Unmetered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 10.22 (D)
1 1/2"	15.78 (D)
2"	23.18 (D)
4"	62.95 (D)
6"	130.93 (D)
8"	193.06 (D)
10"	294.16 (D)

Metered

<u>Connection Size</u>	<u>Monthly Charge</u>
2"	\$ 51.91 (I)
4"	122.72 (I)
6"	206.49 (I)
8"	298.71 (I)
10"	431.19 (I)

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 17 - JACKSONWALD

Private Fire Service

AVAILABILITY

For each automatic sprinkler, standpipe connections or any other emergency or fire protection at a non-residential structure other than hydrants connected with mains by direct line.

1. FIRE HYDRANTS \$ 26.39 Monthly (I)

2. FIRE SERVICE

Unmetered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 10.22 (D)
1 1/2"	15.78 (D)
2"	23.18 (D)
4"	44.89 (D)
6"	78.84 (I)
8"	117.87 (I)
10"	168.54 (I)
12"	495.35 (D)

Metered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 23.01 (I)
2"	51.91 (I)
3"	85.04 (I)
4"	104.66 (I)
6"	154.41 (I)
8"	210.15 (I)
10"	305.56 (I)

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 18 - AMITY

Private Fire Service

AVAILABILITY

For each automatic sprinkler, standpipe connections or any other emergency or fire protection at a non-residential structure other than hydrants connected with mains by direct line.

- 1. FIRE HYDRANTS \$ 26.39 Monthly (I)
- 2. FIRE SERVICE

Unmetered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 10.22 (D)
1 1/2"	15.78 (D)
2"	23.18 (D)
4"	44.89 (D)
6"	78.84 (I)
8"	117.87 (I)
10"	168.54 (I)
12"	495.35 (D)

Metered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 23.01 (I)
2"	51.91 (I)
3"	85.04 (I)
4"	104.66 (I)
6"	154.41 (I)
8"	210.15 (I)
10"	305.56 (I)

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SCHEDULE OF RATES APPLICABLE TO RATE ZONE 19 - PENN

Private Fire Service

AVAILABILITY

For each automatic sprinkler, standpipe connections or any other emergency or fire protection at a non-residential structure other than hydrants connected with mains by direct line.

1. FIRE HYDRANTS \$ 26.39 Monthly (I)

2. FIRE SERVICE

Unmetered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 10.22 (D)
1 1/2"	15.78 (D)
2"	23.18 (D)
4"	44.89 (D)
6"	78.84 (I)
8"	117.87 (I)
10"	168.54 (I)
12"	495.35 (D)

Metered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 23.01 (I)
2"	51.91 (I)
3"	85.04 (I)
4"	104.66 (I)
6"	154.41 (I)
8"	210.15 (I)
10"	305.56 (I)

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SCHEDULE OF RATES APPLICABLE TO RATE ZONE 20 - HOME

Private Fire Service

AVAILABILITY

For each automatic sprinkler, standpipe connections or any other emergency or fire protection at a non-residential structure other than hydrants connected with mains by direct line.

1. FIRE HYDRANTS \$ 26.39 Monthly (I)

2. FIRE SERVICE

Unmetered

1"	\$ 10.22 (D)
1 1/2"	15.78 (D)
2"	23.18 (D)
4"	44.89 (D)
6"	78.84 (I)
8"	117.87 (I)
10"	168.54 (I)
12"	495.35 (D)

Metered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 23.01 (I)
2"	51.91 (I)
3"	85.04 (I)
4"	104.66 (I)
6"	154.41 (I)
8"	210.15 (I)
10"	305.56 (I)

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 21 - BLUE MOUNTAIN

Private Fire Service

AVAILABILITY

For each automatic sprinkler, standpipe connections or any other emergency or fire protection at a non-residential structure other than hydrants connected with mains by direct line.

1. FIRE HYDRANTS \$ 26.39 Monthly (I)

2. FIRE SERVICE

Unmetered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 10.15 (D)
1 1/2"	21.08 (D)
2"	36.80 (D)
3"	79.36 (D)
4"	133.36 (D)
6"	227.10 (D)
8"	343.68 (D)

Metered

<u>Connection Size</u>	<u>Monthly Charge</u>
1"	\$ 23.01 (I)
1 1/2"	38.51 (I)
2"	65.53 (D)
4"	193.13 (D)
6"	302.68 (D)
8"	449.33 (D)

3. SPRINKLERED RISK - Minimim charge
 Including 200 Heads \$ 45.04 Monthly

4. SPRINKLERED RISK - Over 200 Heads
 Per Head \$ 0.12 Monthly

5. STANDPIPE SERVICE \$ 35.02 Monthly

SCHEDULE OF RATES APPLICABLE TO RATE ZONE 23 - PALMER

Private Fire Service

1. FIRE SERVICE

Unmetered

<u>Connection Size</u>	<u>Monthly Charge</u>
4" and under	\$ 26.57 (I)
6"	54.76 (I)
8"	90.10 (I)
10"	195.16 (I)
12"	265.71 (I)

Metered

<u>Connection Size</u>	<u>Monthly Charge</u>
8"	\$ 161.89 (I)

Public Fire Service

Service under this classification is subject to regulations set forth in Section No. 8 "Public Fire Hydrants".

Replacement of existing public fire hydrants with Company owned public fire hydrants will in all circumstances be charged at a rate of \$240.00 per annum or \$20 per month unless stated otherwise below.

The annual charge for each public fire hydrant is \$240.00 per annum or \$20.00 per month except as noted below:

All hydrants added after January 1, 2000, will be billed at 25% of the cost of service or \$11.85 per month. (I)

<u>Municipalities</u>	<u>Monthly Charge for Each Public Fire Hydrant</u>
Moshannon Valley Area	
Bradford Township for hydrants contracted prior to February 18, 1988	\$ 6.25
Brownsville Area	17.55
California Area	18.05
Former Evansburg Water Company	12.00
Former Stillwater Lakes	7.58
Former Redstone Water Company	5.42
Reading Area	18.19
Former Claysville-Donegal Joint Municipal Auth.	4.05 (I)

STATE TAX ADJUSTMENT CHARGE

In addition to the net charges provided for in this Tariff, a surcharge of 0.00% will apply to all services rendered. (I)

The above surcharges will be recomputed, using the elements prescribed by the Commission whenever any of the tax rates used in calculation of the surcharge are changed.

The above recalculations will be submitted to the Commission within 10 days after the occurrence of the event or date which occasioned such recomputations. If the recomputed surcharge is less than the one in effect, the Company will, and if the recomputed surcharge is more than the one in effect the Company may, submit with such recomputation a Tariff or Supplement to reflect such recomputed surcharge, the effective date of which shall be 10 days after filing.

DISTRIBUTION SYSTEM IMPROVEMENT CHARGE

EXCEPT PUBLIC FIRE PROTECTION

In addition to the net charges provided for in this Tariff, a charge of 0.00% will apply to all bills rendered with an ending read date equal to or greater than the effective date of the tariff supplement for all rate zones. (D)

The above charges will be recomputed quarterly, using the elements prescribed by the Commission in its Order dated August 26, 1996 at Docket No. P-00961031.

RULES AND REGULATIONS GOVERNING THE
DISTRIBUTION AND SALE OF WATER
(Continued)

5.5 Meter Service

All service provided by the Company except public fire and qualified private hydrant protection shall be metered. (C)

5.6 Meter Installations for Flat-Rate Accounts and Unmetered Private Fire Services

Within 45 calendar days of notification by the Company, a flat-rate or unmetered private fire service Customer will provide a suitable meter setting at his own expense. The Company will provide the Customer with standard specifications for the meter setting. Any Customer who does not provide a suitable meter setting within the 45-day period will be subject to termination of service; or, at the option of the Company in the case of an unmetered fire service Customer, the installation will be made by the Company and a surcharge applied to the Customer's bill. The surcharge will be an annual fee equal to 17% of the total actual cost of installation.

5.7 Tampering with Meters or other Utility Equipment

When a meter or other utility equipment on a Customer's premises has been tampered with and the customer enjoys the use of or receives benefit from the water service intended to be metered, it may be reasonably inferred that the Customer tampered with the meter or other utility equipment. The penalties for tampering include but, are not limited to, termination of service, recovery by the Company of all costs related to the tampering, including payment for such water service as the Company may estimate from available information has been used but not registered by the Company's meter, and criminal sanctions pursuant to the laws of the Commonwealth.

RULES AND REGULATIONS GOVERNING THE
DISTRIBUTION AND SALE OF WATER

(Continued)

10.5 Return Check Charges

(C)

The customer will pay a charge as shown on page 12C, Miscellaneous Fees, per incident where a check or automatic transfer of funds, which has been presented to the Water Company or its agent for payment of any bill, is returned by the bank for any reason including, but not limited to, non-sufficient funds, account closed, payment stopped, two signatures required, postdated, stale date, no account, drawn against uncollected funds, and unauthorized signature. This charge is in addition to any and all charges assessed by the bank.

