

**BEFORE
THE PUBLIC UTILITIES COMMISSION OF OHIO**

In the Matter of the Application of Aqua)	
Ohio, Inc. for Authority to Assess a System)	Case No. 15-864-WS-SIC
Improvement Charge for Sewage Disposal)	
Service in the Franklin County District)	

REPLY COMMENTS OF AQUA OHIO, INC.

On May 1, 2015, Aqua Ohio, Inc. (Aqua or the Company) filed its application in this case. The Commission set a deadline of July 15, 2015, for the filing of comments regarding the application. Only one entity, the Staff of the Public Utilities Commission, did so. The Commission did not establish a deadline for responsive comments, but both to provide certain information requested by Staff and to clarify the Company's position, Aqua submits the following comments.

Generally speaking, Aqua agrees that Staff's recommended adjustments will not "impact [Aqua's] requested surcharge of 3%." (Staff Comments at 9.) Aqua is providing revised schedules in which all of Staff's recommended adjustments are accepted. As those schedules demonstrate, the adjustments do not affect the requested amount of the surcharge.

Among other things, the revised schedules also reflect Staff's recommendations that Aqua "amend Schedule 5a and 6a to apply its latest known tax rate and not the rate prescribed in its last base-rate case to calculate the annualized property taxes" and "amend Schedule 5a to break out the plant addition totals by year and apply the proper percent good for each year to calculate the true value of taxable property." (*Id.* at 7.) Support for the revised, latest-known tax rate has been provided to Staff.

Finally, Aqua would also clarify that although it does not support Staff's exclusion of the smoke-test costs from the surcharge, Aqua is not opposing these adjustments for purposes of this

case. The adjustments have no impact on the amount of the surcharge, so there is no reason to litigate this issue now. Aqua, however, reserves the right to object to this treatment in a future proceeding, if that proves necessary.

For the reasons discussed above, Aqua believes that a hearing in this case is unnecessary and that the application may be approved.

Dated: July 22, 2015

Respectfully submitted,

/s/ Andrew J. Campbell
Mark A. Whitt (0067996)
Andrew J. Campbell (0081485)
Rebekah J. Glover (0088798)
WHITT STURTEVANT LLP
The KeyBank Building, Suite 1590
88 East Broad Street
Columbus, Ohio 43215
Telephone: (614) 224-3946
Facsimile: (614) 224-3960
whitt@whitt-sturtevant.com
campbell@whitt-sturtevant.com
glover@whitt-sturtevant.com

(Counsel willing to accept service by email)

ATTORNEYS FOR AQUA OHIO, INC.

CERTIFICATE OF SERVICE

Aqua Ohio, Inc., certifies that a copy of the foregoing Reply Comments has been served
via U.S. Regular Mail, this 22nd day of July, 2015, to the following:

Board of Franklin County Commissioners
373 S. High Street, 26th Floor
Columbus, OH 43215-6314

Madison Township
Attn: Fiscal Officer
4575 Madison Lane
Groveport, OH 43125

Truro Township
Attn: Fiscal Officer
6900 E. Main Street
Reynoldsburg, OH 43068

Blendon Township
Attn: Fiscal Officer
6350 S. Hempstead Rd.
Westerville, OH 43081

Brown Township
Attn: Fiscal Officer
2491 Walker Road
Hilliard, OH 43026

Prairie Township
Attn: Fiscal Officer
23 Maple Drive
Columbus, OH 43228

/s/ Rebekah J. Glover
One of the Attorneys for Aqua Ohio, Inc.

Schedule 1
Revised July 20, 2015

AQUA OHIO, Inc,
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Annualized Revenue Requirement

Line No.			
1	<u>Return on Investment</u>		
2	Plant In-Service		
3	Additions	\$725,348	Schedule 2
4	Original Cost Retired	148,746	Schedule 3
5	Net Plant In-Service (3 - 4)	576,602	
6	Less: Accumulation Provision for Depreciation		
7	Depreciation Expense	10,816	Schedule 4
8	Original Cost Retired	148,746	Schedule 3
9	Total Accumulated Provision for Depreciation (7 - 8)	(137,930)	
10	Net Rate Base	714,532	
11	Pre-tax Rate of Return	10.58%	Schedule 7
12	Annualized Return on Rate Base (10 x 11)	75,597	
	<u>Operating Expenses</u>		
13	Annualized Provision for Depreciation For Additions	27,543	Schedule 5
14	Annualized Reduction in Depreciation For Retirements	(4,458)	Schedule 6
15	Annualized Property Taxes For Additions	54,238	Schedule 5a
16	Annualized Property Taxes For Retirements	(3,439)	Schedule 6a
17	Annualized Revenue Requirement (12 + 13 - 14 + 15)	\$149,481	

AQUA OHIO, Inc.
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Plant Additions By Month

Line No.	Acct. No.	5 - 9 / 2012	10/31/2012	11/30/2012	12/31/2012	1/31/2013	2/28/2013	3/31/2013	4/30/2013	5/31/2013	6/30/2013	7/31/2013	8/31/2013	9/30/2013	10/31/2013	11/30/2013	12/31/2013	Sub-Total 12/31/2013
1	Cumulative																	
2	Property Grouping																	
3	Account 352	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4	Account 361	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	Account 363	0	0	0	0	0	0	0	0	0	0	0	0	29,610	29,610	29,610	31,673	31,673
6	Account 365	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	Account 371	0	0	0	0	0	0	0	0	0	0	0	0	8,988	8,988	8,988	8,988	8,988
8	Account 372	0	0	0	0	0	0	0	0	0	0	0	0	1,323	1,323	1,323	1,323	1,323
9	Account 373	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Account	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Account	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12																		
13	Total	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$39,921	\$39,921	\$39,921	\$41,984	\$41,984
14	Incremental																	
15	Property Grouping																	
16	Account 352																	\$0
17	Account 361																	0
18	Account 363													29,610			2,063	31,673
19	Account 365																	0
20	Account 371													8,988				8,988
21	Account 372													1,323				1,323
22	Account 373																	0
23	Account																	0
24	Account																	0
25																		
26	Total	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$39,921	\$0	\$0	\$2,063	\$41,984
27	Cumulative	1/31/2014	2/28/2014	3/31/2014	4/30/2014	5/31/2014	6/30/2014	7/31/2014	8/31/2014	9/30/2014	10/31/2014	11/30/2014	12/31/2014	1/31/2015	2/28/2015	3/31/2015		Total 3/31/2015
28	Property Grouping																	
29	Account 352	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$41,036	\$41,036	\$41,036	\$41,036		\$41,036
30	Account 361	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0
31	Account 363	31,673	32,547	32,547	32,547	32,547	36,716	36,716	36,716	36,716	36,716	42,159	42,159	42,159	194,734	194,734		194,734
32	Account 365	0	0	0	0	0	0	0	0	0	0	0	4,526	4,526	4,526	4,526		4,526
33	Account 371	8,988	8,988	8,988	8,988	8,988	8,988	8,988	8,988	8,988	8,988	8,988	17,213	17,213	17,213	370,075		370,075
34	Account 372	1,323	1,323	1,323	1,323	1,323	9,098	9,098	9,098	9,098	9,098	13,523	29,946	29,946	78,341	81,566		81,566
35	Account 373	0	0	0	0	0	8,386	8,386	8,386	8,386	8,386	8,386	8,386	8,386	33,411	33,411		33,411
36	Account	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0
37	Account	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0
38																		
39	Total	\$41,984	\$42,858	\$42,858	\$42,858	\$42,858	\$63,188	\$63,188	\$63,188	\$63,188	\$63,188	\$73,056	\$143,266	\$143,266	\$369,261	\$725,348	\$0	\$725,348
40	Incremental																	
41	Property Grouping																	
42	Account 352											0	41,036					41,036
43	Account 361																	0
44	Account 363		874				4,169					5,443			152,575			163,061
45	Account 365												4,526					4,526
46	Account 371												8,225			352,862		361,087
47	Account 372						7,775					4,425	16,423		48,395	3,225		80,243
48	Account 373						8,386								25,025			33,411
49	Account																	0
50	Account																	0
51																		
52	Total	\$0	\$874	\$0	\$0	\$0	\$20,330	\$0	\$0	\$0	\$0	\$9,868	\$70,210	\$0	\$225,995	\$356,087	\$0	\$683,364

AQUA OHIO, Inc.
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Original Cost Retired

Line No.	Acct. No.	5 - 9 / 2012	10/31/2012	11/30/2012	12/31/2012	1/31/2013	2/28/2013	3/31/2013	4/30/2013	5/31/2013	6/30/2013	7/31/2013	8/31/2013	9/30/2013	10/31/2013	11/30/2013	12/31/2013	Sub-Total 12/31/2013
1	Cumulative																	
2	Property Grouping																	
3	Account 351	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4	Account 352	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	Account 361	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6	Account 363	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	Account 365	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Account 371	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Account 372	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	Account 373	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	Account	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	Account																	
13																		
14	Total	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
15	Incremental																	
16	Property Grouping																	
17	Account 351																	0
18	Account 352																	0
19	Account 361																	0
20	Account 363																	0
21	Account 365																	0
22	Account 371																	0
23	Account 372																	0
24	Account 373																	0
25	Account																	0
26	Account																	0
27																		
28	Total	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
29	Cumulative	1/31/2014	2/28/2014	3/31/2014	4/30/2014	5/31/2014	6/30/2014	7/31/2014	8/31/2014	9/30/2014	10/31/2014	11/30/2014	12/31/2014	1/31/2015	2/28/2015	3/31/2015		Total 3/31/2015
30	Property Grouping																	
31	Account 351	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,210	\$4,210	\$4,210	\$6,896	\$8,464	\$8,464	\$8,464	\$8,464
32	Account 352	\$0	\$0	\$0	\$0	\$0	\$0	\$187	\$187	\$187	\$187	\$187	\$1,062	\$1,062	\$1,803	\$1,803	\$1,803	\$1,803
33	Account 361	0	0	0	0	0	0	3,202	3,202	3,202	3,202	3,202	3,202	3,202	3,696	70,731	70,731	70,731
34	Account 363	0	0	0	0	0	0	0	0	0	0	0	2,178	2,178	2,178	2,178	2,178	2,178
35	Account 365	0	0	0	0	0	0	0	0	0	0	0	0	0	7,619	7,619	7,619	7,619
36	Account 371	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	Account 372	0	0	0	0	0	0	9,377	9,377	9,377	9,377	13,025	13,025	13,025	56,867	57,951	57,951	57,951
38	Account 373	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
39	Account	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	Account	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
41																		
42	Total	\$0	\$0	\$0	\$0	\$0	\$0	\$12,766	\$12,766	\$12,766	\$12,766	\$20,624	\$23,677	\$23,677	\$79,059	\$148,746	\$148,746	\$148,746
43	Incremental																	
44	Property Grouping																	
45	Account 351											4,210			2,686	1,568		8464
46	Account 352							187				875			741			1803
47	Account 361							3,202							494	67,035		70731
48	Account 363												2,178					2178
49	Account 365														7,619			7619
50	Account 371																	0
51	Account 372							9,377				3,648			43,842	1,084		57951
52	Account 373																	0
53	Account																	0
54	Account																	0
55																		
56	Total	\$0	\$0	\$0	\$0	\$0	\$0	\$12,766	\$0	\$0	\$0	\$7,858	\$3,053	\$0	\$55,382	\$69,687	\$0	\$148,746

AQUA OHIO, Inc.
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Provision For Depreciation

Line No.	5 - 9 / 2012	10/31/2012	11/30/2012	12/31/2012	1/31/2013	2/28/2013	3/31/2013	4/30/2013	5/31/2013	6/30/2013	7/31/2013	8/31/2013	9/30/2013	10/31/2013	11/30/2013	12/31/2013	Total 3/31/2015
1 <u>Account No. 352 / Collection Sewers</u>																	
2 Beginning Plant Balance (a)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3 Additions for the month (b)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Ending Plant Balance (c)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5 Depreciation Rate (d)	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%
6 Calculated Depreciation Expense (e)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Ending Reserve Balance (g)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
9 <u>Account No. 352 / Collection Sewers</u>																	
10 Beginning Plant Balance (a)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$41,036	\$41,036	\$41,036	\$41,036	\$41,036
11 Additions for the month (b)	0	0	0	0	0	0	0	0	0	0	0	41,036	0	0	0	0	0
12 Ending Plant Balance (c)	0	0	0	0	0	0	0	0	0	0	0	41,036	41,036	41,036	41,036	41,036	41,036
13 Depreciation Rate (d)	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%	0.2033%
14 Calculated Depreciation Expense (e)	0	0	0	0	0	0	0	0	0	0	0	83	83	83	83	83	83
15 Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Ending Reserve Balance (g)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$83	\$166	\$249	\$332	\$415	\$415
17 <u>Account No. 363 / Description - Electric Pumping Equipment</u>																	
18 Beginning Plant Balance (a)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$29,610	\$29,610	\$29,610	\$29,610
19 Additions for the month (b)	0	0	0	0	0	0	0	0	0	0	0	0	29,610	0	0	0	2,063
20 Ending Plant Balance (c)	0	0	0	0	0	0	0	0	0	0	0	0	29,610	29,610	29,610	29,610	31,673
21 Depreciation Rate (d)	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%
22 Calculated Depreciation Expense (e)	0	0	0	0	0	0	0	0	0	0	0	0	181	181	181	181	193
23 Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24 Ending Reserve Balance (g)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$181	\$362	\$543	\$736	\$736
25 <u>Account No. 363 / Description - Electric Pumping Equipment</u>																	
26 Beginning Plant Balance (a)	\$31,673	\$31,673	\$32,547	\$32,547	\$32,547	\$32,547	\$36,716	\$36,716	\$36,716	\$36,716	\$36,716	\$42,159	\$42,159	\$42,159	\$194,734	\$194,734	\$194,734
27 Additions for the month (b)	0	874	0	0	0	4,169	0	0	0	0	5,443	0	0	152,575	0	0	0
28 Ending Plant Balance (c)	31,673	32,547	32,547	32,547	32,547	36,716	36,716	36,716	36,716	36,716	42,159	42,159	42,159	194,734	194,734	194,734	194,734
29 Depreciation Rate (d)	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%	0.6108%
30 Calculated Depreciation Expense (e)	193	199	199	199	199	224	224	224	224	224	258	258	258	1,189	1,189	1,189	1,189
31 Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32 Ending Reserve Balance (g)	\$929	\$1,128	\$1,327	\$1,526	\$1,725	\$1,949	\$2,173	\$2,397	\$2,621	\$2,845	\$3,103	\$3,361	\$3,619	\$4,808	\$5,997	\$7,186	\$7,186
33 <u>Account No. 365 / Other Pumping Equipment</u>																	
34 Beginning Plant Balance (a)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35 Additions for the month (b)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36 Ending Plant Balance (c)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37 Depreciation Rate (d)	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%
38 Calculated Depreciation Expense (e)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
39 Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40 Ending Reserve Balance (g)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
41 <u>Account No. 365 / Other Pumping Equipment</u>																	
42 Beginning Plant Balance (a)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,526	\$4,526	\$4,526	\$4,526	\$4,526
43 Additions for the month (b)	0	0	0	0	0	0	0	0	0	0	0	4,526	0	0	0	0	0
44 Ending Plant Balance (c)	0	0	0	0	0	0	0	0	0	0	0	4,526	4,526	4,526	4,526	4,526	4,526
45 Depreciation Rate (d)	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%	0.5558%
46 Calculated Depreciation Expense (e)	0	0	0	0	0	0	0	0	0	0	0	25	25	25	25	25	25
47 Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
48 Ending Reserve Balance (g)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$25	\$50	\$75	\$100	\$125	\$125

- (a) Ending Plant Balance From Previous Month
(b) Additions For The Current Month
(c) Lines (2) + (3)
(d) Current Depreciation Accrual Rate/12 To Arrive At Monthly Depreciation Accrual Rate
(e) Lines (4) x (5)
(f) Adjustments If Necessary
(g) Lines (6) + (7)

AQUA OHIO, Inc.
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Provision For Depreciation

Line No.	5 - 9 / 2012	10/31/2012	11/30/2012	12/31/2012	1/31/2013	2/28/2013	3/31/2013	4/30/2013	5/31/2013	6/30/2013	7/31/2013	8/31/2013	9/30/2013	10/31/2013	11/30/2013	12/31/2013
1	<u>Account No. 371 / Structures & Improvements Treatment & Disposal</u>															
2	Beginning Plant Balance (a)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$8,988	\$8,988	\$8,988
3	Additions for the month (b)	0	0	0	0	0	0	0	0	0	0	0	8,988	0	0	0
4	Ending Plant Balance (c)	0	0	0	0	0	0	0	0	0	0	0	8,988	8,988	8,988	8,988
5	Depreciation Rate (d)	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%
6	Calculated Depreciation Expense (e)	0	0	0	0	0	0	0	0	0	0	0	17	17	17	17
7	Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Ending Reserve Balance (g)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$17	\$34	\$51	\$68
9	<u>Account No. 371 / Structures & Improvements Treatment & Disposal</u>															
10	Beginning Plant Balance (a)	\$8,988	\$8,988	\$8,988	\$8,988	\$8,988	\$8,988	\$8,988	\$8,988	\$8,988	\$8,988	\$8,988	\$17,213	\$17,213	\$17,213	\$17,213
11	Additions for the month (b)	0	0	0	0	0	0	0	0	0	0	8,225	0	0	352,862	352,862
12	Ending Plant Balance (c)	8,988	8,988	8,988	8,988	8,988	8,988	8,988	8,988	8,988	8,988	17,213	17,213	17,213	370,075	370,075
13	Depreciation Rate (d)	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%	0.1942%
14	Calculated Depreciation Expense (e)	17	17	17	17	17	17	17	17	17	17	33	33	33	719	719
15	Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16	Ending Reserve Balance (g)	\$85	\$102	\$119	\$136	\$153	\$170	\$187	\$204	\$221	\$238	\$255	\$288	\$321	\$354	\$1,792
17	<u>Account No. 372 / Treatment & Disposal Equipment</u>															
18	Beginning Plant Balance (a)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,323	\$1,323	\$1,323
19	Additions for the month (b)	0	0	0	0	0	0	0	0	0	0	0	1,323	0	0	0
20	Ending Plant Balance (c)	0	0	0	0	0	0	0	0	0	0	0	1,323	1,323	1,323	1,323
21	Depreciation Rate (d)	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%
22	Calculated Depreciation Expense (e)	0	0	0	0	0	0	0	0	0	0	0	4	4	4	4
23	Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	Ending Reserve Balance (g)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4	\$8	\$12	\$12
25	<u>Account No. 372 / Treatment & Disposal Equipment</u>															
26	Beginning Plant Balance (a)	\$1,323	\$1,323	\$1,323	\$1,323	\$1,323	\$1,323	\$9,098	\$9,098	\$9,098	\$9,098	\$9,098	\$13,523	\$29,946	\$29,946	\$78,341
27	Additions for the month (b)	0	0	0	0	0	7,775	0	0	0	0	4,425	16,423	0	48,395	3,225
28	Ending Plant Balance (c)	1,323	1,323	1,323	1,323	1,323	9,098	9,098	9,098	9,098	9,098	13,523	29,946	29,946	78,341	81,566
29	Depreciation Rate (d)	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%	0.2733%
30	Calculated Depreciation Expense (e)	4	4	4	4	4	25	25	25	25	25	37	82	82	214	223
31	Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	Ending Reserve Balance (g)	\$16	\$20	\$24	\$28	\$32	\$57	\$82	\$107	\$132	\$157	\$194	\$276	\$358	\$572	\$1,018
33	<u>Account No. 373 / Treatment & Disposal Plant Sewers</u>															
34	Beginning Plant Balance (a)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
35	Additions for the month (b)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36	Ending Plant Balance (c)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37	Depreciation Rate (d)	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%
38	Calculated Depreciation Expense (e)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
39	Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40	Ending Reserve Balance (g)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
41	<u>Account No. 373 / Treatment & Disposal Plant Sewers</u>															
42	Beginning Plant Balance (a)	\$0	\$0	\$0	\$0	\$0	\$8,386	\$8,386	\$8,386	\$8,386	\$8,386	\$8,386	\$8,386	\$8,386	\$33,411	\$33,411
43	Additions for the month (b)	0	0	0	0	0	8,386	0	0	0	0	0	0	25,025	0	0
44	Ending Plant Balance (c)	0	0	0	0	0	8,386	8,386	8,386	8,386	8,386	8,386	8,386	33,411	33,411	33,411
45	Depreciation Rate (d)	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%	0.1667%
46	Calculated Depreciation Expense (e)	0	0	0	0	0	14	14	14	14	14	14	14	56	56	56
47	Adjustments (f)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
48	Ending Reserve Balance (g)	\$0	\$0	\$0	\$0	\$0	\$14	\$28	\$42	\$56	\$70	\$84	\$98	\$112	\$168	\$280

(a) Ending Plant Balance From Previous Month

(b) Additions For The Current Month

(c) Lines (2) + (3)

(d) Current Depreciation Accrual Rate/12 To Arrive At Monthly Depreciation Accrual Rate

(e) Lines (4) x (5)

(f) Adjustments If Necessary

(g) Lines (6) + (7)

AQUA OHIO, Inc,
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Annualized Depreciation Associated With Additions

Line No.	Acct. No.	Description	Plant In Service Balance At 3/31/2015 (a)	Accrual Rates (b)	Depreciation Expense (c)
1		Property Grouping			
2		Account 352	\$41,036	2.44%	\$1,001
3		Account 361	\$0	2.33%	\$0
4		Account 363	\$194,734	7.33%	\$14,274
5		Account 365	\$4,526	6.67%	\$302
6		Account 371	\$370,075	2.33%	\$8,623
7		Account 372	\$81,566	3.28%	\$2,675
8		Account 373	\$33,411	2.00%	\$668
9		Account	\$0	50.00%	\$0
10		Total	725,348		27,543
11					
12		Grand Total	<u>\$725,348</u>		<u>\$27,543</u>

- (a) Schedule 2
(b) Accrual Rates Approved in Applicant's Last Base Rate Case
(c) Columns (a) x (b)

AQUA OHIO, Inc.
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC

Annualized Addition in Property Taxes For Additions

Line No.	Acct. No.	Additions Year	Percent Good	Additions Year	Percent Good	Additions Year	Percent Good	Total Additions	True Value of Taxable Property	Taxable Percent	Total Taxable Value	Tax Rate *	Tax
1	Property Grouping	2013		2014		2015							
2	Account 351		95.0%		98.3%		98.3%	0.00	0	88.0%	0	86.610	0
3						0							
4	Account 352		95.0%	41,036	98.3%		98.3%	41,036.00	40,338	88.0%	35,498	86.610	3,074
5													
6	Account 361		95.0%		98.3%		98.3%	0.00	0	88.0%	0	86.610	0
7													
8	Account 363	31,673	95.0%	10,486	98.3%	152,575	98.3%	194,734.00	190,378	88.0%	167,533	86.610	14,510
9													
10	Account 365		95.0%	4,526	98.3%		98.3%	4,526.00	4,449	88.0%	3,915	86.610	339
11													
12	Account 371	8,988	95.0%		98.3%	352,862	98.3%	361,850.00	355,402	88.0%	312,754	86.610	27,088
13													
14	Account 372	1,323	95.0%	28,623	98.3%	51,620	98.3%	81,566.00	80,136	88.0%	70,519	86.610	6,108
15													
16	Account 373		95.0%	8,386.00	98.3%	25,025.00	98.3%	33,411.00	32,843	88.0%	28,902	86.610	2,503
17													
18	Account 398		95.0%	8,225.00	98.3%		98.3%	8,225.00	8,085	88.0%	7,115	86.610	616
		41,984		101,282		582,082		725,348	711,632		626,236		54,238

* Latest known aggregate tax rate per \$1,000 taxable value.

AQUA OHIO, Inc,
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Annualized Reduction in Depreciation For Retirements

Line No.	Acct. No.	Description	Plant In Service Balance At 3/31/2015 (a)	Accrual Rates (b)	Depreciation Expense (c)
1		Property Grouping			
2					
3		Account 351	\$8,464	2.33%	\$197
4		Account 352	1,803	2.44%	\$44
5		Account 361	70,731	2.33%	\$1,648
6		Account 363	2,178	7.33%	\$160
7		Account 365	7,619	6.67%	\$508
8		Account 371	0	2.33%	\$0
9		Account 372	57,951	3.28%	\$1,901
10		Account 373	0	2.00%	\$0
11		Account			
12		Total	148,746		4,458
13					
14		Grand Total	\$148,746		\$4,458

Original formula
Corrected 6/9/20

- (a) Schedule 3
- (b) Accrual Rates Approved in Applicant's Last Base Rate Case
- (c) Columns (a) x (b)

AQUA OHIO, Inc,
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC

Annualized Reduction in Property Taxes For Retirements

Waste Water Retirements	Vintage Year	Total Retirements	Percent Good	True Value of Taxable Property	Taxable Percent	Total Taxable Value	Tax Rate	Tax
	1962	(741.00)	15.0%	(111.15)	88.0%	(97.81)	86.610	(8.47)
	1963	0.00	15.0%	0.00	88.0%	0.00	86.610	0.00
	1963	(187.00)	15.0%	(28.05)	88.0%	(24.68)	86.610	(2.14)
	1963	(114.00)	15.0%	(17.10)	88.0%	(15.05)	86.610	(1.30)
	1966	(762.00)	15.0%	(114.30)	88.0%	(100.58)	86.610	(8.71)
	1972	(67,035.00)	15.0%	(10,055.25)	88.0%	(8,848.62)	86.610	(766.38)
	1974	(7,619.00)	15.0%	(1,142.85)	88.0%	(1,005.71)	86.610	(87.10)
	1974	(1,568.00)	15.0%	(235.20)	88.0%	(206.98)	86.610	(17.93)
	1978	(777.00)	15.0%	(116.55)	88.0%	(102.56)	86.610	(8.88)
	1984	(1,239.00)	15.0%	(185.85)	88.0%	(163.55)	86.610	(14.17)
	1986	(2,074.00)	16.9%	(350.51)	88.0%	(308.45)	86.610	(26.71)
	1987	(40.00)	18.7%	(7.48)	88.0%	(6.58)	86.610	(0.57)
	1989	(2,132.00)	22.4%	(477.57)	88.0%	(420.26)	86.610	(36.40)
	1989	(583.00)	22.4%	(130.59)	88.0%	(114.92)	86.610	(9.95)
	1989	(351.00)	22.4%	(78.62)	88.0%	(69.19)	86.610	(5.99)
	1989	(1,084.00)	22.4%	(242.82)	88.0%	(213.68)	86.610	(18.51)
	1990	(152.00)	24.3%	(36.94)	88.0%	(32.51)	86.610	(2.82)
	1990	(377.00)	24.3%	(91.61)	88.0%	(80.62)	86.610	(6.98)
	1990	(273.00)	24.3%	(66.34)	88.0%	(58.38)	86.610	(5.06)
	1991	(4,628.00)	26.1%	(1,207.91)	88.0%	(1,062.96)	86.610	(92.06)
	1991	(2,634.00)	26.1%	(687.47)	88.0%	(604.97)	86.610	(52.40)
	1991	(280.00)	26.1%	(73.08)	88.0%	(64.31)	86.610	(5.57)
	1992	(913.00)	28.0%	(255.64)	88.0%	(224.96)	86.610	(19.48)
	1992	(745.00)	28.0%	(208.60)	88.0%	(183.57)	86.610	(15.90)
	1992	(4,362.00)	28.0%	(1,221.36)	88.0%	(1,074.80)	86.610	(93.09)
	1992	(614.00)	28.0%	(171.92)	88.0%	(151.29)	86.610	(13.10)
	1993	(373.00)	29.8%	(111.15)	88.0%	(97.81)	86.610	(8.47)
	1993	(3,496.00)	29.8%	(1,041.81)	88.0%	(916.79)	86.610	(79.40)
	1994	(838.00)	31.7%	(265.65)	88.0%	(233.77)	86.610	(20.25)
	1995	(1,963.00)	35.0%	(687.05)	88.0%	(604.60)	86.610	(52.36)
	1995	(3,433.00)	35.0%	(1,201.55)	88.0%	(1,057.36)	86.610	(91.58)
	1995	(1,526.00)	35.0%	(534.10)	88.0%	(470.01)	86.610	(40.71)
	1995	(160.00)	35.0%	(56.00)	88.0%	(49.28)	86.610	(4.27)
	1995	(494.00)	35.0%	(172.90)	88.0%	(152.15)	86.610	(13.18)
	1995	(672.00)	35.0%	(235.20)	88.0%	(206.98)	86.610	(17.93)
	1996	0.00	38.3%	0.00	88.0%	0.00	86.610	0.00
	2001	(6,513.00)	55.0%	(3,582.15)	88.0%	(3,152.29)	86.610	(273.02)
	2002	0.00	58.3%	0.00	88.0%	0.00	86.610	0.00
	2004	(2,178.00)	65.0%	(1,415.70)	88.0%	(1,245.82)	86.610	(107.90)
	2006	(25,815.00)	71.7%	(18,509.36)	88.0%	(16,288.24)	86.610	(1,410.72)
		<u>(148,745.00)</u>		<u>(45,127.38)</u>		<u>(39,712.09)</u>		<u>(3,439.46)</u>

AQUA OHIO, Inc,
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Pre-Tax Return Summary

Line No.	Class of Capital	Reference	(\$) Amount	% of Total	(%) Cost	Weighted Cost (%)	Gross-Up	Pre-Tax Cost %
1	Long Term Debt		\$114,815,099	48.44%	4.99%	2.42%	1.04987 (a)	2.54%
2	Preferred Stock		0	0.00%	0.00%	0.00%	(b)	0.00%
3	Common Equity		<u>122,187,653</u>	51.56%	9.80%	5.05%	1.59071 (b)	<u>8.04%</u>
4	Total Capital (1 + 2 + 3)		\$237,002,752	100.00%		7.47%		10.58%

Note: Prepare This Schedule On The Basis Of The Last Base Rate Case If The Time Current Base Rates Became Effective To The Date Certain Of The Current Proceeding Does Not Exceed Three Years. If Over Three Years, Prepare Schedules Using Current Information.

(a) 1 / (1 Minus Gross Receipts or Franchise Tax) 1.049868766
(b) 1 / ((1 Minus Gross Receipts or Franchise Tax) x (1 Minus Federal Income Tax)) 1.590710252

AQUA OHIO, Inc,
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Calculation of Earned Rate of Return
March 31, 2015

Line No.	Acct. No.		
1		<u>Calculation of Net Operating Income Return on Rate Base</u>	
2	101	Plant in Service	\$18,399,290
3	108	Depreciation Reserve	3,316,870
4		Net Plant in Service (2 - 3)	15,082,420
5		Working Capital * (a)	0
6		Other Rate Base Items (a)	(4,789,415)
7		Rate Base (4 + 5 + 6)	10,293,005
8		<u>Operating Income Statement</u>	
9	400	Operating Revenues	3,703,284
10	401-402	Operation and Maintenance Expenses	1,551,829
11	403-407	Depreciation & Amortization Expense	529,339
12	408.1	Taxes Other Than Income - Utility Operating Income	891,389
13	409.1-412.2	Income Taxes - Utility Operating Income	191,277
14		Net Operating Income (9 - 10 - 11 - 12 - 13)	\$539,450
15		Net Operating Return On Rate Base (14 / 7)	5.24%

* Enter Zero, If No Working Capital Was Approved in Company's Last Base Rate Case.

(a) Schedule 8a

AQUA OHIO, Inc,
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Working Capital & Other Rate Base Items
March 31, 2015

Working Capital

(1)	Operation & Maintenance Expense (a)	\$0
(2)	Expense Lag Dollars (1) / 8	0
(3)	Materials & Supplies (b)	0
(4)	1/4 of Operating Taxes (c)	0
(5)	Working Capital (2) + (3) - (4)	<u>\$0</u>

- (a) Annual Report, Schedule 5
(b) Annual Report, Schedule 4
(c) Represents 1/4 of Taxes Other Than Income Taxes & Current Federal Income Taxes Excluding FICA and .75% of the Ohio Gross Receipts Tax

Other Rate Base Items

(1)	Customers' Deposits (a)	0
(2)	Unclaimed Funds (b)	0
(3)	Customer's Advances For Construction (b)	0
(4)	Contributions in Aid of Construction (a)	(4,778,491)
(5)	Investment Tax Credits (b)	0
(6)	Deferred Federal Income Taxes (a)	(556,389)
(7)	Other (b) Service Center Allocation	545,465
(8)	Other Rate Base Items (1) Thru (7)	<u>(4,789,415)</u>

- (a) Annual Report Schedule 4
(b) Refer to Annual Report for Detail

Schedule 10
Revised July 20, 2015

AQUA OHIO, Inc.
FRANKLIN WASTE WATER DIVISION
Case No. 15-864-WS-SIC
Revenue Distribution

Line No.		Revenue Distribution 12 Months Ended 3-31-2015	Surcharge Percent	Surcharge Revenues
1	Residential	\$ 3,226,452	3.0000%	\$ 96,794
2	Commerical	424,943	3.0000%	\$ 12,748
3	Industrial	-	3.0000%	-
4	Public Authority	-	3.0000%	-
5	Private Fire	-	3.0000%	-
6	Sales for Resale	-	3.0000%	-
7	Late Fees	-		
8	Account Activation Fees	-		
9	Other Misc Revenues	-		
10		<u>\$ 3,651,395</u>		<u>\$ 109,542</u>

This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

7/22/2015 3:27:58 PM

in

Case No(s). 15-0864-WS-SIC

Summary: Reply Comments electronically filed by Ms. Rebekah J. Glover on behalf of Aqua Ohio, Inc.