

**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. 20-532-WW-SIC |
| Improvement Charge in the Lake Erie /        | ) |                        |
| Masury / Prior American / Prior Mohawk /     | ) |                        |
| Prior Tomahawk Properties                    | ) |                        |

**STATEMENT OF AQUA OHIO, INC.  
INFORMING THE COMMISSION THAT  
THE ISSUES HAVE BEEN RESOLVED**

On March 5, 2020, Aqua Ohio, Inc. (Aqua) filed an application for authority to collect a system improvement charge (SIC) for water service in its Lake Erie Division, Masury Division, and the service areas formerly served by Ohio American Water Company, Mohawk Utilities, Inc., and Tomahawk Utilities, Inc. By Entry on April 22, 2020, it was ordered that interested persons wishing to file comments regarding the Aqua's application shall file those comments no later than July 3, 2020. It was further ordered that the legal notices proposed in Exhibit A of the application, as amended by Aqua's April 9, 2020 correspondence, be approved for publication in newspapers of general circulation in each county in the service area affected by the application.

On June 29, 2020, Aqua filed its Proof of Publication concerning the approved legal notices. On July 2, 2020, the Commission Staff filed comments on Aqua's application. No other interested party filed comments on Aqua's application. Staff recommends approval of Aqua's application, subject to the proposed adjustments reflected in Attachment A to its Comments. Staff states that its recommended adjustments will impact Aqua's requested surcharge of 3.503% by reducing the percentage to approximately 3.499%. Staff also recommends that Aqua file updated schedules to reflect the adjustments in Attachment A to Staff's Comments.

Aqua hereby gives notice that it has accepted the adjustments in Attachment A to Staff's Comments. Attached to this Statement are revised schedules reflecting Staff's recommendations.

The revised schedules, which are attached to this filing, show the requested surcharge is reduced to 3.498%. Given that Aqua has adopted Staff's recommendations and no other party filed comments by the Commission's deadline, Aqua believes that a hearing in this case is unnecessary and that Aqua's application may be approved as modified by Staff's recommended adjustments.

Dated: July 10, 2020

Respectfully submitted,

/s/ Christopher T. Kennedy  
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(All counsel willing to accept service by email.)

ATTORNEYS FOR AQUA OHIO, INC.

**CERTIFICATE OF SERVICE**

I hereby certify that a courtesy copy of this filing was served by electronic mail this 10<sup>th</sup> day of July 2020 to the following:

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/s/ Christopher T. Kennedy  
One of the Attorneys for Aqua Ohio, Inc.

AQUA OHIO, Inc,  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Annualized Revenue Requirement

| Line<br>No. |   |                           |                                     |
|-------------|---|---------------------------|-------------------------------------|
| 1           | <u>Return on Investment</u>                             |                           |                                     |
| 2           | Plant In-Service  |                           |                                     |
| 3           | Additions   | \$16,816,531              | Schedule 2 , line 15                |
| 4           | Original Cost Retired                                   | 1,351,135                 | Schedule 3, line 15                 |
| 5           | Net Plant In-Service (3 - 4)                            | <u>15,465,396</u>         |                                     |
| 6           | Less: Accumulation Provision for Depreciation           |                           |                                     |
| 7           | Depreciation Expense                                    | 158,099                   | Schedule 4, pg 1-4, line 16, 32, 48 |
| 8           | Original Cost Retired                                   | 1,351,135                 | Schedule 3, line 15                 |
| 9           | Total Accumulated Provision for Depreciation (7 - 8)    | <u>(1,193,036)</u>        |                                     |
| 10          | Net Rate Base   | 16,658,432                |                                     |
| 11          | Pre-tax Rate of Return                                  | <u>9.28%</u>              | Schedule 7, line 4                  |
| 12          | Annualized Return on Rate Base (10 x 11)                | 1,545,387                 |                                     |
|             | <u>Operating Expenses</u>                               |                           |                                     |
| 13          | Annualized Provision for Depreciation For Additions     | 335,371                   | Schedule 5, line 16                 |
| 14          | Annualized Reduction in Depreciation For Retirements    | (35,630)                  | Schedule 6, line 16                 |
| 15          | Annualized Property Taxes For Additions                 | 370,837                   | Schedule 5.1 line 26                |
| 16          | Annualized Reduction for Property Taxes For Retirements | <u>(48,213)</u>           | Schedule 6.1 line 80                |
| 17          | Annualized Revenue Requirement (12 + 13 + 14 + 15 + 16) | <u><u>\$2,167,752</u></u> |                                     |

AQUA OHIO, Inc.  
 PUCO Regulated Water Divisions  
 Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Plant Additions By Month

| Line No. | Acct. No.             | 1/31/19 | 2/28/19   | 3/31/19   | 4/30/19   | 5/31/19   | 6/30/19   | 7/31/19   | 8/31/19   | 9/30/19    | 10/31/19   | 11/30/19   | 12/31/19   | Sub-Total 12/31/19 |
|----------|-----------------------|---------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|------------|------------|------------|--------------------|
| 1        | <u>Cumulative</u>     |         |           |           |           |           |           |           |           |            |            |            |            |                    |
| 2        | Property Grouping     |         |           |           |           |           |           |           |           |            |            |            |            |                    |
| 3        | Account 323           |         |           |           |           | 2,029     | 2,029     | 8,633     | 8,633     | 8,633      | 11,190     | 11,190     | 11,190     | 11,190             |
| 4        | Account 325           | 1,105   | 1,105     | 1,105     | 1,105     | 1,105     | 1,105     | 32,910    | 32,910    | 32,910     | 45,008     | 45,008     | 70,013     | 70,013             |
| 5        | Account 326           | -       | -         | -         | -         | -         | -         | -         | -         | -          | -          | -          | -          | -                  |
| 6        | Account 327           | -       | -         | -         | -         | -         | -         | -         | -         | -          | -          | -          | -          | -                  |
| 7        | Account 328           | 8,339   | 14,242    | 14,242    | 20,360    | 23,664    | 73,372    | 79,689    | 79,689    | 142,213    | 150,687    | 215,921    | 227,305    | 227,305            |
| 8        | Account 332           | 102,206 | 189,683   | 194,623   | 197,323   | 207,904   | 218,809   | 223,937   | 319,936   | 323,943    | 369,716    | 380,935    | 391,619    | 391,619            |
| 9        | Account 342           | -       | -         | -         | -         | -         | -         | -         | -         | -          | -          | -          | -          | -                  |
| 10       | Account 343           | 403,405 | 985,976   | 1,071,692 | 1,098,152 | 2,764,425 | 3,446,280 | 3,636,952 | 4,651,986 | 6,463,350  | 7,752,470  | 9,854,052  | 11,352,155 | 11,352,155         |
| 11       | Account 345           | 68,280  | 82,152    | 982,749   | 997,395   | 1,329,060 | 1,484,495 | 1,507,193 | 1,698,313 | 1,956,680  | 2,182,884  | 2,515,469  | 2,940,593  | 2,940,593          |
| 12       | Account 346           | -       | 2,828     | 318,431   | 318,431   | 318,431   | 318,431   | 318,431   | 318,431   | 318,431    | 318,431    | 318,431    | 335,161    | 335,161            |
| 13       | Account 347           | -       | -         | 536,784   | 536,784   | 536,784   | 536,784   | 536,784   | 536,784   | 536,784    | 536,784    | 536,784    | 552,335    | 552,335            |
| 14       | Account 348           | 34,244  | 74,754    | 103,546   | 108,424   | 246,181   | 339,241   | 384,564   | 484,285   | 622,731    | 711,074    | 855,565    | 936,161    | 936,161            |
| 15       | Total (3 through 14)  | 617,578 | 1,350,740 | 3,223,172 | 3,277,973 | 5,429,583 | 6,420,546 | 6,729,094 | 8,130,967 | 10,405,674 | 12,078,245 | 14,733,356 | 16,816,531 | 16,816,531         |
| 16       | <u>Incremental</u>    |         |           |           |           |           |           |           |           |            |            |            |            |                    |
| 17       | Property Grouping     |         |           |           |           |           |           |           |           |            |            |            |            |                    |
| 18       | Account 323           |         |           |           |           | 2,029     |           | 6,604     |           |            | 2,557      |            |            | 11,190             |
| 19       | Account 325           | 1,105   |           |           |           |           |           | 31,806    |           |            | 12,098     |            | 25,005     | 70,013             |
| 20       | Account 326           |         |           |           |           |           |           |           |           |            |            |            |            | -                  |
| 21       | Account 327           |         |           |           |           |           |           |           |           |            |            |            |            | -                  |
| 22       | Account 328           | 8,339   | 5,903     |           | 6,117     | 3,304     | 49,708    | 6,316     |           | 62,524     | 8,474      | 65,234     | 11,383     | 227,305            |
| 23       | Account 332           | 102,206 | 87,478    | 4,940     | 2,699     | 10,581    | 10,905    | 5,128     | 95,999    | 4,007      | 45,773     | 11,219     | 10,684     | 391,619            |
| 24       | Account 342           |         |           |           |           |           |           |           |           |            |            |            |            | -                  |
| 25       | Account 343           | 403,405 | 582,571   | 85,716    | 26,461    | 1,666,272 | 681,855   | 190,672   | 1,015,034 | 1,811,364  | 1,289,121  | 2,101,582  | 1,498,103  | 11,352,155         |
| 26       | Account 345           | 68,280  | 13,872    | 900,597   | 14,646    | 331,665   | 155,435   | 22,699    | 191,119   | 258,367    | 226,204    | 332,585    | 425,124    | 2,940,593          |
| 27       | Account 346           |         | 2,828     | 315,603   |           |           |           |           |           |            |            |            | 16,729     | 335,161            |
| 28       | Account 347           |         |           | 536,784   |           |           |           |           |           |            |            |            | 15,552     | 552,335            |
| 29       | Account 348           | 34,244  | 40,510    | 28,792    | 4,878     | 137,757   | 93,061    | 45,323    | 99,721    | 138,446    | 88,343     | 144,491    | 80,596     | 936,161            |
| 30       | Total (18 through 29) | 617,578 | 733,162   | 1,872,432 | 54,801    | 2,151,609 | 990,964   | 308,548   | 1,401,873 | 2,274,708  | 1,672,570  | 2,655,112  | 2,083,175  | 16,816,531         |

AQUA OHIO, Inc,  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Original Cost Retired

| Line No. | Acct. No.             | 1/31/19 | 2/28/19 | 3/31/19 | 4/30/19 | 5/31/19 | 6/30/19 | 7/31/19 | 8/31/19 | 9/30/19 | 10/31/19 | 11/30/19  | 12/31/19  | Sub-Total 12/31/19 |
|----------|-----------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|----------|-----------|-----------|--------------------|
| 1        | <u>Cumulative</u>     |         |         |         |         |         |         |         |         |         |          |           |           |                    |
| 2        | Property Grouping     |         |         |         |         |         |         |         |         |         |          |           |           |                    |
| 3        | Account 323           | -       | -       | -       | -       | 843     | 843     | 4,010   | 4,010   | 4,010   | 4,231    | 4,231     | 4,231     | 4,231              |
| 4        | Account 325           | -       | -       | -       | -       | -       | -       | 2,105   | 2,105   | 2,105   | 6,747    | 6,747     | 18,844    | 18,844             |
| 5        | Account 326           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -        | -         | -         | -                  |
| 6        | Account 327           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -        | -         | -         | -                  |
| 7        | Account 328           | 1,062   | 2,132   | 2,132   | 4,937   | 6,465   | 26,064  | 30,390  | 30,390  | 55,270  | 58,305   | 86,737    | 89,583    | 89,583             |
| 8        | Account 332           | -       | 7,358   | 8,210   | 10,711  | 15,997  | 24,137  | 27,987  | 104,503 | 107,654 | 117,645  | 122,349   | 124,629   | 124,629            |
| 9        | Account 342           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -        | -         | -         | -                  |
| 10       | Account 343           | 123     | 21,548  | 25,303  | 25,457  | 48,043  | 55,903  | 78,882  | 118,747 | 162,630 | 202,086  | 288,707   | 436,588   | 436,588            |
| 11       | Account 345           | -       | -       | 82,727  | 82,727  | 108,268 | 110,277 | 119,872 | 136,380 | 148,320 | 165,998  | 195,693   | 286,016   | 286,016            |
| 12       | Account 346           | -       | 74,816  | 209,583 | 209,583 | 209,583 | 209,583 | 209,583 | 209,583 | 209,583 | 209,583  | 209,583   | 214,149   | 214,149            |
| 13       | Account 347           | -       | -       | 110,678 | 110,678 | 110,678 | 110,678 | 110,678 | 110,678 | 110,678 | 110,678  | 110,678   | 119,018   | 119,018            |
| 14       | Account 348           | -       | 2,389   | 4,517   | 4,667   | 10,481  | 14,346  | 17,166  | 28,763  | 39,108  | 47,373   | 55,103    | 58,077    | 58,077             |
| 15       | Total (3 through 14)  | 1,185   | 108,244 | 443,149 | 448,761 | 510,357 | 551,830 | 600,672 | 745,159 | 839,357 | 922,646  | 1,079,828 | 1,351,135 | 1,351,135          |
| 16       | <u>Incremental</u>    |         |         |         |         |         |         |         |         |         |          |           |           |                    |
| 17       | Property Grouping     |         |         |         |         |         |         |         |         |         |          |           |           |                    |
| 18       | Account 323           | -       | -       | -       | -       | 843     | -       | 3,167   | -       | -       | 221      | -         | -         | 4,231              |
| 19       | Account 325           | -       | -       | -       | -       | -       | -       | 2,105   | -       | -       | 4,642    | -         | 12,097    | 18,844             |
| 20       | Account 326           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -        | -         | -         | -                  |
| 21       | Account 327           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -        | -         | -         | -                  |
| 22       | Account 328           | 1,062   | 1,070   | -       | 2,806   | 1,528   | 19,598  | 4,326   | -       | 24,880  | 3,035    | 28,433    | 2,845     | 89,583             |
| 23       | Account 332           | -       | 7,358   | 852     | 2,501   | 5,286   | 8,140   | 3,849   | 76,516  | 3,151   | 9,991    | 4,704     | 2,280     | 124,629            |
| 24       | Account 342           | -       | -       | -       | -       | -       | -       | -       | -       | -       | -        | -         | -         | -                  |
| 25       | Account 343           | 123     | 21,426  | 3,754   | 155     | 22,585  | 7,860   | 22,979  | 39,865  | 43,883  | 39,456   | 86,621    | 147,881   | 436,588            |
| 26       | Account 345           | -       | -       | 82,727  | -       | 25,540  | 2,009   | 9,595   | 16,508  | 11,940  | 17,678   | 29,694    | 90,324    | 286,016            |
| 27       | Account 346           | -       | 74,816  | 134,767 | -       | -       | -       | -       | -       | -       | -        | -         | 4,566     | 214,149            |
| 28       | Account 347           | -       | -       | 110,678 | -       | -       | -       | -       | -       | -       | -        | -         | 8,340     | 119,018            |
| 29       | Account 348           | -       | 2,389   | 2,128   | 150     | 5,814   | 3,865   | 2,821   | 11,597  | 10,345  | 8,266    | 7,729     | 2,974     | 58,077             |
| 30       | Total (18 through 29) | 1,185   | 107,059 | 334,905 | 5,612   | 61,596  | 41,473  | 48,842  | 144,486 | 94,198  | 83,290   | 157,182   | 271,307   | 1,351,135          |



AQUA OHIO, Inc.  
 PUCO Regulated Water Divisions  
 Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Provision For Depreciation

| Line No.  | 1/31/19 | 2/28/19   | 3/31/19   | 4/30/19   | 5/31/19   | 6/30/19   | 7/31/19   | 8/31/19   | 9/30/19   | 10/31/19  | 11/30/19  | 12/31/19  |
|---|---------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| 1 <u>Account No. 327 / Descr - Hydraulic Pump Equip</u> |         |           |           |           |           |           |           |           |           |           |           |           |
| 2 Beginning Plant Balance (a)                           | \$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         |
| 4 Ending Plant Balance (c)                              | 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%   |
| 6 Calculated Depreciation Expense (e)                   | 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         |
| 8 Ending Reserve Balance (g)                            | \$0     | \$0       | \$0       | \$0       | \$0       | \$0       | \$0       | \$0       | \$0       | \$0       | \$0       | \$0       |
|   | Total   |           |           |           |           |           |           |           |           |           |           |           |
| 9 <u>Account No. 327 / Descr - Hydraulic Pump Equip</u> |         |           |           |           |           |           |           |           |           |           |           |           |
| 10 Beginning Plant Balance (a)                          |         |           |           |           |           |           |           |           |           |           |           | \$0       |
| 11 Additions for the month (b)                          |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 12 Ending Plant Balance (c)                             |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 13 Depreciation Rate (d)                                |         |           |           |           |           |           |           |           |           |           |           | 0.2033%   |
| 14 Calculated Depreciation Expense (e)                  |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 15 Adjustments (f)                                      |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 16 Ending Reserve Balance (g)                           |         |           |           |           |           |           |           |           |           |           |           | \$0       |
|   |         |           |           |           |           |           |           |           |           |           |           |           |
| 17 <u>Account No. 328 / Descr - Other Pump Equip</u>    |         |           |           |           |           |           |           |           |           |           |           |           |
| 18 Beginning Plant Balance (a)                          | \$0     | \$8,339   | \$14,242  | \$14,242  | \$20,360  | \$23,664  | \$73,372  | \$79,689  | \$79,689  | \$142,213 | \$150,687 | \$215,921 |
| 19 Additions for the month (b)                          | 8,339   | 5,903     | 0         | 6,117     | 3,304     | 49,708    | 6,316     | 0         | 62,524    | 8,474     | 65,234    | 11,383    |
| 20 Ending Plant Balance (c)                             | 8,339   | 14,242    | 14,242    | 20,360    | 23,664    | 73,372    | 79,689    | 79,689    | 142,213   | 150,687   | 215,921   | 227,305   |
| 21 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%   |
| 22 Calculated Depreciation Expense (e)                  | 17      | 29        | 29        | 41        | 48        | 149       | 162       | 162       | 289       | 306       | 439       | 462       |
| 23 Adjustments (f)                                      | 0       | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         |
| 24 Ending Reserve Balance (g)                           | \$17    | \$46      | \$75      | \$116     | \$164     | \$313     | \$475     | \$637     | \$926     | \$1,232   | \$1,671   | \$2,133   |
|   |         |           |           |           |           |           |           |           |           |           |           |           |
|   | Total   |           |           |           |           |           |           |           |           |           |           |           |
| 25 <u>Account No. 328 / Descr - Other Pump Equip</u>    |         |           |           |           |           |           |           |           |           |           |           |           |
| 26 Beginning Plant Balance (a)                          |         |           |           |           |           |           |           |           |           |           |           | \$227,305 |
| 27 Additions for the month (b)                          |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 28 Ending Plant Balance (c)                             |         |           |           |           |           |           |           |           |           |           |           | 227,305   |
| 29 Depreciation Rate (d)                                |         |           |           |           |           |           |           |           |           |           |           | 0.2033%   |
| 30 Calculated Depreciation Expense (e)                  |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 31 Adjustments (f)                                      |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 32 Ending Reserve Balance (g)                           |         |           |           |           |           |           |           |           |           |           |           | \$2,133   |
|   |         |           |           |           |           |           |           |           |           |           |           |           |
| 33 <u>Account No. 332 / Descr - Wtr Treat Equip</u>     |         |           |           |           |           |           |           |           |           |           |           |           |
| 34 Beginning Plant Balance (a)                          | \$0     | \$102,206 | \$189,683 | \$194,623 | \$197,323 | \$207,904 | \$218,809 | \$223,937 | \$319,936 | \$323,943 | \$369,716 | \$380,935 |
| 35 Additions for the month (b)                          | 102,206 | 87,478    | 4,940     | 2,699     | 10,581    | 10,905    | 5,128     | 95,999    | 4,007     | 45,773    | 11,219    | 10,684    |
| 36 Ending Plant Balance (c)                             | 102,206 | 189,683   | 194,623   | 197,323   | 207,904   | 218,809   | 223,937   | 319,936   | 323,943   | 369,716   | 380,935   | 391,619   |
| 37 Depreciation Rate (d)                                | 0.1742% | 0.1742%   | 0.1742%   | 0.1742%   | 0.1742%   | 0.1742%   | 0.1742%   | 0.1742%   | 0.1742%   | 0.1742%   | 0.1742%   | 0.1742%   |
| 38 Calculated Depreciation Expense (e)                  | 178     | 330       | 339       | 344       | 362       | 381       | 390       | 557       | 564       | 644       | 664       | 682       |
| 39 Adjustments (f)                                      | 0       | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         |
| 40 Ending Reserve Balance (g)                           | \$178   | \$508     | \$847     | \$1,191   | \$1,553   | \$1,934   | \$2,324   | \$2,881   | \$3,445   | \$4,089   | \$4,753   | \$5,435   |
|   |         |           |           |           |           |           |           |           |           |           |           |           |
|   | Total   |           |           |           |           |           |           |           |           |           |           |           |
| 41 <u>Account No. 332 / Descr - Wtr Treat Equip</u>     |         |           |           |           |           |           |           |           |           |           |           |           |
| 42 Beginning Plant Balance (a)                          |         |           |           |           |           |           |           |           |           |           |           | \$391,619 |
| 43 Additions for the month (b)                          |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 44 Ending Plant Balance (c)                             |         |           |           |           |           |           |           |           |           |           |           | 391,619   |
| 45 Depreciation Rate (d)                                |         |           |           |           |           |           |           |           |           |           |           | 0.1742%   |
| 46 Calculated Depreciation Expense (e)                  |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 47 Adjustments (f)                                      |         |           |           |           |           |           |           |           |           |           |           | 0         |
| 48 Ending Reserve Balance (g)                           |         |           |           |           |           |           |           |           |           |           |           | \$5,435   |

(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.  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Provision For Depreciation

| Line No. | 1/31/19  | 2/28/19   | 3/31/19   | 4/30/19     | 5/31/19     | 6/30/19     | 7/31/19     | 8/31/19     | 9/30/19     | 10/31/19    | 11/30/19    | 12/31/19     |
|----------|--|-----------|-----------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|--------------|
| 1        | <u>Account No. 342 / Descr - Reservoirs &amp; Standpipes</u> |           |           |             |             |             |             |             |             |             |             |              |
| 2        | \$0  | \$0       | \$0       | \$0         | \$0         | \$0         | \$0         | \$0         | \$0         | \$0         | \$0         | \$0          |
| 3        | 0  | 0         | 0         | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0            |
| 4        | 0  | 0         | 0         | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0            |
| 5        | 0.1492%  | 0.1492%   | 0.1492%   | 0.1492%     | 0.1492%     | 0.1492%     | 0.1492%     | 0.1492%     | 0.1492%     | 0.1492%     | 0.1492%     | 0.1492%      |
| 6        | 0  | 0         | 0         | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0            |
| 7        | 0  | 0         | 0         | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0            |
| 8        | \$0  | \$0       | \$0       | \$0         | \$0         | \$0         | \$0         | \$0         | \$0         | \$0         | \$0         | \$0          |
|          | Total  |           |           |             |             |             |             |             |             |             |             |              |
| 9        | <u>Account No. 342 / Descr - Reservoirs &amp; Standpipes</u> |           |           |             |             |             |             |             |             |             |             |              |
| 10       |  |           |           |             |             |             |             |             |             |             |             | \$0          |
| 11       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 12       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 13       |  |           |           |             |             |             |             |             |             |             |             | 0.1492%      |
| 14       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 15       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 16       |  |           |           |             |             |             |             |             |             |             |             | \$0          |
| 17       | <u>Account No. 343 / Descr - T&amp;D Mains</u>               |           |           |             |             |             |             |             |             |             |             |              |
| 18       | \$0  | \$403,405 | \$985,976 | \$1,071,692 | \$1,098,152 | \$2,764,425 | \$3,446,280 | \$3,636,952 | \$4,651,986 | \$6,463,350 | \$7,752,470 | \$9,854,052  |
| 19       | 403,405  | 582,571   | 85,716    | 26,461      | 1,666,272   | 681,855     | 190,672     | 1,015,034   | 1,811,364   | 1,289,121   | 2,101,582   | 1,498,103    |
| 20       | 403,405  | 985,976   | 1,071,692 | 1,098,152   | 2,764,425   | 3,446,280   | 3,636,952   | 4,651,986   | 6,463,350   | 7,752,470   | 9,854,052   | 11,352,155   |
| 21       | 0.1342%  | 0.1342%   | 0.1342%   | 0.1342%     | 0.1342%     | 0.1342%     | 0.1342%     | 0.1342%     | 0.1342%     | 0.1342%     | 0.1342%     | 0.1342%      |
| 22       | 541  | 1,323     | 1,438     | 1,474       | 3,710       | 4,625       | 4,881       | 6,243       | 8,674       | 10,404      | 13,224      | 15,235       |
| 23       | 0  | 0         | 0         | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0            |
| 24       | \$541  | \$1,864   | \$3,302   | \$4,776     | \$8,486     | \$13,111    | \$17,992    | \$24,235    | \$32,909    | \$43,313    | \$56,537    | \$71,772     |
|          | Total  |           |           |             |             |             |             |             |             |             |             |              |
| 25       | <u>Account No. 343 / Descr - T&amp;D Mains</u>               |           |           |             |             |             |             |             |             |             |             |              |
| 26       |  |           |           |             |             |             |             |             |             |             |             | \$11,352,155 |
| 27       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 28       |  |           |           |             |             |             |             |             |             |             |             | 11,352,155   |
| 29       |  |           |           |             |             |             |             |             |             |             |             | 0.1342%      |
| 30       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 31       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 32       |  |           |           |             |             |             |             |             |             |             |             | \$71,772     |
| 33       | <u>Account No. 345 / Descr - Services</u>                    |           |           |             |             |             |             |             |             |             |             |              |
| 34       | \$0  | \$68,280  | \$82,152  | \$982,749   | \$997,395   | \$1,329,060 | \$1,484,495 | \$1,507,193 | \$1,698,313 | \$1,956,680 | \$2,182,884 | \$2,515,469  |
| 35       | 68,280   | 13,872    | 900,597   | 14,646      | 331,665     | 155,435     | 22,699      | 191,119     | 258,367     | 226,204     | 332,585     | 425,124      |
| 36       | 68,280   | 82,152    | 982,749   | 997,395     | 1,329,060   | 1,484,495   | 1,507,193   | 1,698,313   | 1,956,680   | 2,182,884   | 2,515,469   | 2,940,593    |
| 37       | 0.2492%  | 0.2492%   | 0.2492%   | 0.2492%     | 0.2492%     | 0.2492%     | 0.2492%     | 0.2492%     | 0.2492%     | 0.2492%     | 0.2492%     | 0.2492%      |
| 38       | 170  | 205       | 2,449     | 2,486       | 3,312       | 3,699       | 3,756       | 4,232       | 4,876       | 5,440       | 6,269       | 7,328        |
| 39       | 0  | 0         | 0         | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0           | 0            |
| 40       | \$170  | \$375     | \$2,824   | \$5,310     | \$8,622     | \$12,321    | \$16,077    | \$20,309    | \$25,185    | \$30,625    | \$36,894    | \$44,222     |
|          | Total  |           |           |             |             |             |             |             |             |             |             |              |
| 41       | <u>Account No. 345 / Descr - Services</u>                    |           |           |             |             |             |             |             |             |             |             |              |
| 42       |  |           |           |             |             |             |             |             |             |             |             | \$2,940,593  |
| 43       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 44       |  |           |           |             |             |             |             |             |             |             |             | 2,940,593    |
| 45       |  |           |           |             |             |             |             |             |             |             |             | 0.2492%      |
| 46       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 47       |  |           |           |             |             |             |             |             |             |             |             | 0            |
| 48       |  |           |           |             |             |             |             |             |             |             |             | \$44,222     |

(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.  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Provision For Depreciation

| Line No.  | 1/31/19 | 2/28/19  | 3/31/19    | 4/30/19   | 5/31/19   | 6/30/19   | 7/31/19   | 8/31/19   | 9/30/19   | 10/31/19  | 11/30/19  | 12/31/19  |
|---|---------|----------|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| <b>1 Account No. 346 / Descr - Meters</b>   |         |          |            |           |           |           |           |           |           |           |           |           |
| 2 Beginning Plant Balance (a)   | \$0     | \$0      | \$2,828    | \$318,431 | \$318,431 | \$318,431 | \$318,431 | \$318,431 | \$318,431 | \$318,431 | \$318,431 | \$318,431 |
| 3 Additions for the month (b)   | 0       | 2,828    | 315,603    | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 16,729    |
| 4 Ending Plant Balance (c)  | 0       | 2,828    | 318,431    | 318,431   | 318,431   | 318,431   | 318,431   | 318,431   | 318,431   | 318,431   | 318,431   | 335,161   |
| 5 Depreciation Rate (d)   | 0.3775% | 0.3775%  | 0.3775%    | 0.3775%   | 0.3775%   | 0.3775%   | 0.3775%   | 0.3775%   | 0.3775%   | 0.3775%   | 0.3775%   | 0.3775%   |
| 6 Calculated Depreciation Expense (e)   | 0       | 11       | 1,202      | 1,202     | 1,202     | 1,202     | 1,202     | 1,202     | 1,202     | 1,202     | 1,202     | 1,265     |
| 7 Adjustments (f)   | 0       | 0        | 0          | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         |
| 8 Ending Reserve Balance (g)  | \$0     | \$11     | \$1,213    | \$2,415   | \$3,617   | \$4,819   | \$6,021   | \$7,223   | \$8,425   | \$9,627   | \$10,829  | \$12,094  |
| Total   |         |          |            |           |           |           |           |           |           |           |           |           |
| <b>9 Account No. 346 / Descr - Meters</b>   |         |          |            |           |           |           |           |           |           |           |           |           |
| 10 Beginning Plant Balance (a)  |         |          |            |           |           |           |           |           |           |           |           | \$335,161 |
| 11 Additions for the month (b)  |         |          |            |           |           |           |           |           |           |           |           | 0         |
| 12 Ending Plant Balance (c)   |         |          |            |           |           |           |           |           |           |           |           | 335,161   |
| 13 Depreciation Rate (d)  |         |          |            |           |           |           |           |           |           |           |           | 0.3775%   |
| 14 Calculated Depreciation Expense (e)  |         |          |            |           |           |           |           |           |           |           |           |           |
| 15 Adjustments (f)  |         |          |            |           |           |           |           |           |           |           |           |           |
| 16 Ending Reserve Balance (g)   |         |          |            |           |           |           |           |           |           |           |           | \$12,094  |
| <b>17 Account No. 347 / Descr - Meter Installations</b>   |         |          |            |           |           |           |           |           |           |           |           |           |
| 18 Beginning Plant Balance (a)  | \$0     | \$0      | \$0        | \$536,784 | \$536,784 | \$536,784 | \$536,784 | \$536,784 | \$536,784 | \$536,784 | \$536,784 | \$536,784 |
| 19 Additions for the month (b)  | -       | -        | 536,783.74 | -         | -         | -         | -         | -         | -         | -         | -         | 15,551.73 |
| 20 Ending Plant Balance (c)   | 0       | 0        | 536,784    | 536,784   | 536,784   | 536,784   | 536,784   | 536,784   | 536,784   | 536,784   | 536,784   | 552,335   |
| 21 Depreciation Rate (d)  | 0.2825% | 0.2825%  | 0.2825%    | 0.2825%   | 0.2825%   | 0.2825%   | 0.2825%   | 0.2825%   | 0.2825%   | 0.2825%   | 0.2825%   | 0.2825%   |
| 22 Calculated Depreciation Expense (e)  | 0       | 0        | 1,516      | 1,516     | 1,516     | 1,516     | 1,516     | 1,516     | 1,516     | 1,516     | 1,516     | 1,560     |
| 23 Adjustments (f)  | 0       | 0        | 0          | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         |
| 24 Ending Reserve Balance (g)   | \$0     | \$0      | \$1,516    | \$3,032   | \$4,548   | \$6,064   | \$7,580   | \$9,096   | \$10,612  | \$12,128  | \$13,644  | \$15,204  |
| Total   |         |          |            |           |           |           |           |           |           |           |           |           |
| <b>25 Account No. 347 / Descr - Meter Installations</b>   |         |          |            |           |           |           |           |           |           |           |           |           |
| 26 Beginning Plant Balance (a)  |         |          |            |           |           |           |           |           |           |           |           | \$552,335 |
| 27 Additions for the month (b)  |         |          |            |           |           |           |           |           |           |           |           | 0         |
| 28 Ending Plant Balance (c)   |         |          |            |           |           |           |           |           |           |           |           | 552,335   |
| 29 Depreciation Rate (d)  |         |          |            |           |           |           |           |           |           |           |           | 0.2825%   |
| 30 Calculated Depreciation Expense (e)  |         |          |            |           |           |           |           |           |           |           |           |           |
| 31 Adjustments (f)  |         |          |            |           |           |           |           |           |           |           |           |           |
| 32 Ending Reserve Balance (g)   |         |          |            |           |           |           |           |           |           |           |           | \$15,204  |
| <b>33 Account No. 348 / Descr - Hydrants</b>  |         |          |            |           |           |           |           |           |           |           |           |           |
| 34 Beginning Plant Balance (a)  | \$0     | \$34,244 | \$74,754   | \$103,546 | \$108,424 | \$246,181 | \$339,241 | \$384,564 | \$484,285 | \$622,731 | \$711,074 | \$855,565 |
| 35 Additions for the month (b)  | 34,244  | 40,510   | 28,792     | 4,878     | 137,757   | 93,061    | 45,323    | 99,721    | 138,446   | 88,343    | 144,491   | 80,596    |
| 36 Ending Plant Balance (c)   | 34,244  | 74,754   | 103,546    | 108,424   | 246,181   | 339,241   | 384,564   | 484,285   | 622,731   | 711,074   | 855,565   | 936,161   |
| 37 Depreciation Rate (d)  | 0.1333% | 0.1333%  | 0.1333%    | 0.1333%   | 0.1333%   | 0.1333%   | 0.1333%   | 0.1333%   | 0.1333%   | 0.1333%   | 0.1333%   | 0.1333%   |
| 38 Calculated Depreciation Expense (e)  | 46      | 100      | 138        | 145       | 328       | 452       | 513       | 646       | 830       | 948       | 1,140     | 1,248     |
| 39 Adjustments (f)  | 0       | 0        | 0          | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         | 0         |
| 40 Ending Reserve Balance (g)   | \$46    | \$146    | \$284      | \$429     | \$757     | \$1,209   | \$1,722   | \$2,368   | \$3,198   | \$4,146   | \$5,286   | \$6,534   |
| Total   |         |          |            |           |           |           |           |           |           |           |           |           |
| <b>41 Account No. 348 / Descr - Hydrants</b>  |         |          |            |           |           |           |           |           |           |           |           |           |
| 42 Beginning Plant Balance (a)  |         |          |            |           |           |           |           |           |           |           |           | \$936,161 |
| 43 Additions for the month (b)  |         |          |            |           |           |           |           |           |           |           |           | 0         |
| 44 Ending Plant Balance (c)   |         |          |            |           |           |           |           |           |           |           |           | 936,161   |
| 45 Depreciation Rate (d)  |         |          |            |           |           |           |           |           |           |           |           | 0.1333%   |
| 46 Calculated Depreciation Expense (e)  |         |          |            |           |           |           |           |           |           |           |           |           |
| 47 Adjustments (f)  |         |          |            |           |           |           |           |           |           |           |           |           |
| 48 Ending Reserve Balance (g)   |         |          |            |           |           |           |           |           |           |           |           | \$6,534   |
| (a) Ending Plant Balance From Previous Month<br>(b) Additions For The Current Month<br>(c) Lines (2) + (3)<br>(d) Current Depreciation Accrual Rate/12 To Arrive At Monthly Depreciation Accrual Rate<br>(e) Lines (4) x (5)<br>(f) Adjustments If Necessary<br>(g) Lines (6) + (7) |         |          |            |           |           |           |           |           |           |           |           |           |

AQUA OHIO, Inc.  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Annualized Depreciation Associated With Additions

| Line No. | Acct. No. | Description          | Plant In Service<br>Balance At<br>12/31/19<br>(a) | Accrual Rates<br>(b) | Depreciation<br>Expense<br>(c) |
|----------|-----------|----------------------|---|----------------------|--------------------------------|
| 1        |           | Property Grouping    |   |                      |                                |
| 2        |           | Account 323          | \$11,190  | 3.15%                | \$352                          |
| 3        |           | Account 325          | \$70,013  | 2.44%                | \$1,708                        |
| 4        |           | Account 326          | \$0   | 2.44%                | \$0                            |
| 5        |           | Account 327          | \$0   | 2.44%                | \$0                            |
| 6        |           | Account 328          | \$227,305   | 2.44%                | \$5,546                        |
| 7        |           | Account 332          | \$391,619   | 2.09%                | \$8,185                        |
| 8        |           | Account 342          | \$0   | 1.79%                | \$0                            |
| 9        |           | Account 343          | \$11,352,155                                      | 1.61%                | \$182,770                      |
| 10       |           | Account 345          | \$2,940,593                                       | 2.99%                | \$87,924                       |
| 11       |           | Account 346          | \$335,161   | 4.53%                | \$15,183                       |
| 12       |           | Account 347          | \$552,335   | 3.39%                | \$18,724                       |
| 13       |           | Account 348          | \$936,161   | 1.60%                | \$14,979                       |
| 14       |           | Total (2 through 13) | <u>\$16,816,531</u>                               |                      | <u>\$335,371</u>               |
| 15       |           |                      |   |                      |                                |
| 16       |           | Grand Total          | <u>\$16,816,531</u>                               |                      | <u>\$335,371</u>               |

(a) Schedule 2  
(c) Columns (a) x (b)

AQUA OHIO, Inc,  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Annualized Addition in Property Taxes For Additions

| Line No. | Acct. No.            | Year | Total Additions   | Percent Good | True Value of Taxable Property | Taxable Percent | Total Taxable Value | Tax Rate * | Tax            |
|----------|----------------------|------|-------------------|--------------|--------------------------------|-----------------|---------------------|------------|----------------|
| 1        | Property Grouping    |      |                   |              |                                |                 |                     |            |                |
| 2        | Account 323          | 2019 | 11,190            | 98.0%        | 10,966                         | 25.0%           | 2,742               | 89.13      | 244            |
| 3        |                      |      |                   |              |                                |                 |                     |            |                |
| 4        | Account 325          | 2019 | 70,013            | 98.0%        | 68,613                         | 25.0%           | 17,153              | 89.13      | 1,529          |
| 5        |                      |      |                   |              |                                |                 |                     |            |                |
| 6        | Account 326          | 2019 | -                 | 98.0%        | 0                              | 25.0%           | 0                   | 89.13      | 0              |
| 7        |                      |      |                   |              |                                |                 |                     |            |                |
| 8        | Account 327          | 2019 | -                 | 98.0%        | 0                              | 25.0%           | 0                   | 89.13      | 0              |
| 9        |                      |      |                   |              |                                |                 |                     |            |                |
| 10       | Account 328          | 2019 | 227,305           | 98.0%        | 222,758                        | 25.0%           | 55,690              | 89.13      | 4,964          |
| 11       |                      |      |                   |              |                                |                 |                     |            |                |
| 12       | Account 332          | 2019 | 391,619           | 98.3%        | 384,961                        | 25.0%           | 96,240              | 89.13      | 8,578          |
| 13       |                      |      |                   |              |                                |                 |                     |            |                |
| 14       | Account 342          | 2019 | -                 | 99.0%        | 0                              | 25.0%           | 0                   | 89.13      | 0              |
| 15       |                      |      |                   |              |                                |                 |                     |            |                |
| 16       | Account 343          | 2019 | 11,352,155        | 99.0%        | 11,238,633                     | 25.0%           | 2,809,658           | 89.13      | 250,425        |
| 17       |                      |      |                   |              |                                |                 |                     |            |                |
| 18       | Account 345          | 2019 | 2,940,593         | 99.0%        | 2,911,187                      | 25.0%           | 727,797             | 89.13      | 64,869         |
| 19       |                      |      |                   |              |                                |                 |                     |            |                |
| 20       | Account 346          | 2019 | 335,161           | 99.0%        | 331,809                        | 25.0%           | 82,952              | 89.13      | 7,394          |
| 21       |                      |      |                   |              |                                |                 |                     |            |                |
| 22       | Account 347          | 2019 | 552,335           | 99.0%        | 546,812                        | 25.0%           | 136,703             | 89.13      | 12,184         |
| 23       |                      |      |                   |              |                                |                 |                     |            |                |
| 24       | Account 348          | 2019 | 936,161           | 99.0%        | 926,800                        | 25.0%           | 231,700             | 89.13      | 20,651         |
| 25       |                      |      |                   |              |                                |                 |                     |            |                |
| 26       | Total (2 through 25) |      | <u>16,816,531</u> |              | <u>16,642,540</u>              |                 | <u>4,160,635</u>    |            | <u>370,837</u> |

27  
28 \* Tax rate based on most recent bills received from the counties

AQUA OHIO, Inc,  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Annualized Reduction in Depreciation For Retirements

| Line No. | Acct. No. | Description          | Plant In Service<br>Balance At<br>12/31/19<br>(a) | Accrual Rates<br>(b) | Depreciation<br>Expense<br>(c) |
|----------|-----------|----------------------|---|----------------------|--------------------------------|
| 1        |           | Property Grouping    |   |                      |                                |
| 2        |           | Account 323          | \$4,231   | 3.15%                | \$133                          |
| 3        |           | Account 325          | \$18,844  | 2.44%                | \$460                          |
| 4        |           | Account 326          | \$0   | 2.44%                | \$0                            |
| 5        |           | Account 327          | \$0   | 2.44%                | \$0                            |
| 6        |           | Account 328          | \$89,583  | 2.44%                | \$2,186                        |
| 7        |           | Account 332          | \$124,629   | 2.09%                | \$2,605                        |
| 8        |           | Account 342          | \$0   | 1.79%                | \$0                            |
| 9        |           | Account 343          | \$436,588   | 1.61%                | \$7,029                        |
| 10       |           | Account 345          | \$286,016   | 2.99%                | \$8,552                        |
| 11       |           | Account 346          | \$214,149   | 4.53%                | \$9,701                        |
| 12       |           | Account 347          | \$119,018   | 3.39%                | \$4,035                        |
| 13       |           | Account 348          | \$58,077  | 1.60%                | \$929                          |
| 14       |           | Total (2 through 13) | <u>\$1,351,135</u>                                |                      | <u>\$35,630</u>                |
| 15       |           |                      |   |                      |                                |
| 16       |           | Grand Total          | <u>\$1,351,135</u>                                |                      | <u>\$35,630</u>                |

(a) Schedule 3  
(c) Columns (a) x (b)

AQUA OHIO, Inc,  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Annualized Reduction in Property Taxes For Retirements

| Line No. |  | <u>Total Retirements</u> | <u>Percent Good</u> | <u>True Value of Taxable Property</u> | <u>Taxable Percent</u> | <u>Total Taxable Value</u> | <u>Tax Rate</u> | <u>Tax</u> |
|----------|--|--------------------------|---------------------|---------------------------------------|------------------------|----------------------------|-----------------|------------|
| 1        | <b>Account 323 / 325 / 326 / 327 / 328</b>       |                          |                     |                                       |                        |                            |                 |            |
| 2        |  |                          |                     |                                       |                        |                            |                 |            |
| 3        |  |                          |                     |                                       |                        |                            |                 |            |
| 4        | 2017   | 2,783                    | 90.0%               | 2,505                                 | 25.0%                  | 626                        | 89.13           | 56         |
| 5        | 2016   | 10,118                   | 86.0%               | 8,701                                 | 25.0%                  | 2,175                      | 89.13           | 194        |
| 6        | 2013   | 2,560                    | 74.0%               | 1,894                                 | 88.0%                  | 1,667                      | 89.13           | 149        |
| 7        | 2009   | 1,543                    | 58.0%               | 895                                   | 88.0%                  | 788                        | 89.13           | 70         |
| 8        | 2007   | 3,167                    | 50.0%               | 1,584                                 | 88.0%                  | 1,394                      | 89.13           | 124        |
| 9        | 2005   | 1,580                    | 42.0%               | 664                                   | 88.0%                  | 584                        | 89.13           | 52         |
| 10       | 2003   | 3,035                    | 34.0%               | 1,032                                 | 88.0%                  | 908                        | 89.13           | 81         |
| 11       | 2002   | 23,206                   | 30.9%               | 7,171                                 | 88.0%                  | 6,310                      | 89.13           | 562        |
| 12       | 2001   | 3,670                    | 28.6%               | 1,050                                 | 88.0%                  | 924                        | 89.13           | 82         |
| 13       | 2000   | 1,528                    | 26.3%               | 402                                   | 88.0%                  | 354                        | 89.13           | 32         |
| 14       | 1999   | 843                      | 24.1%               | 203                                   | 88.0%                  | 179                        | 89.13           | 16         |
| 15       | 1998   | 28,366                   | 21.8%               | 6,184                                 | 88.0%                  | 5,442                      | 89.13           | 485        |
| 16       | 1996   | 17,038                   | 17.3%               | 2,948                                 | 88.0%                  | 2,594                      | 89.13           | 231        |
| 17       | 1995   | 1,062                    | 15.0%               | 159                                   | 88.0%                  | 140                        | 89.13           | 12         |
| 18       | prior  | 12,159                   | 15.0%               | 1,824                                 | 88.0%                  | 1,605                      | 89.13           | 143        |
| 19       |  |                          |                     |                                       |                        |                            |                 |            |
| 20       | <b>Account 332</b>                               |                          |                     |                                       |                        |                            |                 |            |
| 21       |  | -                        |                     |                                       |                        |                            |                 |            |
| 22       |  | -                        |                     |                                       |                        |                            |                 |            |
| 23       | 2019   | -                        | 98.3%               | 0                                     | 25.0%                  | 0                          | 89.13           | 0          |
| 24       | 2016   | 7,231                    | 88.3%               | 6,385                                 | 25.0%                  | 1,596                      | 89.13           | 142        |
| 25       | 2015   | 76,516                   | 85.0%               | 65,039                                | 88.0%                  | 57,234                     | 89.13           | 5,101      |
| 26       | 2014   | 9,350                    | 81.7%               | 7,639                                 | 88.0%                  | 6,723                      | 89.13           | 599        |
| 27       | 2013   | 1,159                    | 78.3%               | 908                                   | 88.0%                  | 799                        | 89.13           | 71         |
| 28       | 2007   | 3,606                    | 58.3%               | 2,103                                 | 88.0%                  | 1,850                      | 89.13           | 165        |
| 29       | 2003   | 7,913                    | 45.0%               | 3,561                                 | 88.0%                  | 3,134                      | 89.13           | 279        |
| 30       | 2002   | 1,773                    | 41.7%               | 740                                   | 88.0%                  | 651                        | 89.13           | 58         |
| 31       | 1998   | 7,741                    | 29.8%               | 2,307                                 | 88.0%                  | 2,030                      | 89.13           | 181        |
| 32       | 1997   | 1,838                    | 28.0%               | 515                                   | 88.0%                  | 453                        | 89.13           | 40         |
| 33       | 1995   | 852                      | 24.3%               | 207                                   | 88.0%                  | 182                        | 89.13           | 16         |
| 34       | 1992   | 1,949                    | 18.7%               | 364                                   | 88.0%                  | 321                        | 89.13           | 29         |
| 35       | prior  | 4,700                    | 15.0%               | 705                                   | 88.0%                  | 620                        | 89.13           | 55         |
| 36       | <b>Account 342 / 343 / 345 / 346 / 347 / 348</b> |                          |                     |                                       |                        |                            |                 |            |
| 37       |  | -                        |                     |                                       |                        |                            |                 |            |
| 38       |  | -                        |                     |                                       |                        |                            |                 |            |
| 39       | 2015   | 121                      | 91.0%               | 110                                   | 88.0%                  | 97                         | 89.13           | 9          |
| 40       | 2014   | 75,052                   | 89.0%               | 66,796                                | 88.0%                  | 58,780                     | 89.13           | 5,239      |
| 41       | 2012   | 19,897                   | 85.0%               | 16,912                                | 88.0%                  | 14,883                     | 89.13           | 1,326      |
| 42       | 2010   | 4,976                    | 81.0%               | 4,031                                 | 88.0%                  | 3,547                      | 89.13           | 316        |
| 43       | 2008   | 2,474                    | 77.0%               | 1,905                                 | 88.0%                  | 1,677                      | 89.13           | 149        |
| 44       | 2007   | 87,662                   | 75.0%               | 65,746                                | 88.0%                  | 57,857                     | 89.13           | 5,157      |
| 45       | 2006   | 9,029                    | 73.0%               | 6,591                                 | 88.0%                  | 5,800                      | 89.13           | 517        |
| 46       | 2005   | 41,862                   | 71.0%               | 29,722                                | 88.0%                  | 26,156                     | 89.13           | 2,331      |
| 47       | 2004   | 15,138                   | 69.0%               | 10,445                                | 88.0%                  | 9,192                      | 89.13           | 819        |
| 48       | 2003   | 8,942                    | 67.0%               | 5,991                                 | 88.0%                  | 5,272                      | 89.13           | 470        |
| 49       | 2001   | 16,048                   | 63.0%               | 10,111                                | 88.0%                  | 8,897                      | 89.13           | 793        |
| 50       | 2000   | 3,456                    | 61.0%               | 2,108                                 | 88.0%                  | 1,855                      | 89.13           | 165        |
| 51       | 1999   | 131,278                  | 59.0%               | 77,454                                | 88.0%                  | 68,159                     | 89.13           | 6,075      |
| 52       | 1998   | 5,429                    | 57.0%               | 3,095                                 | 88.0%                  | 2,723                      | 89.13           | 243        |
| 53       | 1997   | 7,302                    | 55.0%               | 4,016                                 | 88.0%                  | 3,534                      | 89.13           | 315        |
| 54       | 1996   | 10,999                   | 53.0%               | 5,829                                 | 88.0%                  | 5,130                      | 89.13           | 457        |
| 55       | 1995   | 28,899                   | 51.0%               | 14,739                                | 88.0%                  | 12,970                     | 89.13           | 1,156      |
| 56       | 1994   | 74,039                   | 49.0%               | 36,279                                | 88.0%                  | 31,926                     | 89.13           | 2,846      |
| 57       | 1993   | 19,316                   | 47.0%               | 9,078                                 | 88.0%                  | 7,989                      | 89.13           | 712        |
| 58       | 1992   | 78,757                   | 45.0%               | 35,441                                | 88.0%                  | 31,188                     | 89.13           | 2,780      |
| 59       | 1990   | 825                      | 41.0%               | 338                                   | 88.0%                  | 298                        | 89.13           | 27         |
| 60       | 1988   | 682                      | 37.0%               | 253                                   | 88.0%                  | 222                        | 89.13           | 20         |
| 61       | 1986   | 34,657                   | 33.0%               | 11,437                                | 88.0%                  | 10,064                     | 89.13           | 897        |
| 62       | 1985   | 1,158                    | 31.0%               | 359                                   | 88.0%                  | 316                        | 89.13           | 28         |
| 63       | 1984   | 21,624                   | 29.9%               | 6,466                                 | 88.0%                  | 5,690                      | 89.13           | 507        |
| 64       | 1983   | 71,251                   | 28.9%               | 20,591                                | 88.0%                  | 18,120                     | 89.13           | 1,615      |
| 65       | 1982   | 1,148                    | 27.8%               | 319                                   | 88.0%                  | 281                        | 89.13           | 25         |
| 66       | 1981   | 769                      | 26.7%               | 205                                   | 88.0%                  | 181                        | 89.13           | 16         |
| 67       | 1979   | 2,218                    | 24.6%               | 546                                   | 88.0%                  | 480                        | 89.13           | 43         |
| 68       | 1978   | 13,639                   | 23.5%               | 3,205                                 | 88.0%                  | 2,820                      | 89.13           | 251        |
| 69       | 1977   | 51                       | 22.5%               | 12                                    | 88.0%                  | 10                         | 89.13           | 1          |
| 70       | 1976   | 9,536                    | 21.4%               | 2,041                                 | 88.0%                  | 1,796                      | 89.13           | 160        |
|          | 1975   | 379                      | 20.3%               | 77                                    | 88.0%                  | 68                         | 89.13           | 6          |

AQUA OHIO, Inc,  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Annualized Reduction in Property Taxes For Retirements

| Line<br>No. |                           | <u>Total Retirements</u> | <u>Percent<br/>Good</u> | <u>True Value of<br/>Taxable Property</u> | <u>Taxable<br/>Percent</u> | <u>Total Taxable<br/>Value</u> | <u>Tax<br/>Rate</u> | <u>Tax</u>    |
|-------------|---------------------------|--------------------------|-------------------------|---|----------------------------|--------------------------------|---------------------|---------------|
| 71          | 1974                      | 67                       | 19.3%                   | 13  | 88.0%                      | 11                             | 89.13               | 1             |
| 72          | 1973                      | 1,899                    | 18.2%                   | 346                                       | 88.0%                      | 304                            | 89.13               | 27            |
| 73          | 1971                      | 172                      | 16.1%                   | 28  | 88.0%                      | 24                             | 89.13               | 2             |
| 74          | 1970                      | 45,352                   | 15.0%                   | 6,803                                     | 88.0%                      | 5,986                          | 89.13               | 534           |
| 75          | prior                     | 267,749                  | 15.0%                   | 40,162                                    | 88.0%                      | 35,343                         | 89.13               | 3,150         |
| 76          |                           |                          |                         | 0   | 88.0%                      | 0                              | 89.13               | 0             |
| 77          |                           |                          |                         |   |                            |                                |                     |               |
| 78          |                           |                          |                         |   |                            |                                |                     |               |
| 79          |                           |                          |                         |   |                            |                                |                     |               |
| 80          | Total line (1 through 79) | <u>1,351,135</u>         |                         | <u>627,282</u>                            |                            | <u>540,926</u>                 |                     | <u>48,213</u> |

AQUA OHIO, Inc.  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Pre-Tax Return Summary

| Line No. | Class of Capital          | Reference | (\$)<br>Amount     | % of<br>Total | (%)<br>Cost | Weighted<br>Cost<br>(%) | Gross-Up     | Pre-Tax<br>Cost % |
|----------|---------------------------|-----------|--------------------|---------------|-------------|-------------------------|--------------|-------------------|
| 1        | Long Term Debt            |           | \$114,171,709      | 48.05%        | 4.88%       | 2.346%                  | 1.04987 (a)  | 2.46%             |
| 2        | Preferred Stock           |           | 0                  | 0.00%         | 0.00%       | 0.00%                   | (b)          | 0.00%             |
| 3        | Common Equity             |           | <u>123,437,446</u> | 51.95%        | 9.87%       | 5.127%                  | 1.328948 (b) | <u>6.81%</u>      |
| 4        | Total Capital (1 + 2 + 3) |           | \$237,609,155      | 100.00%       |             | 7.47%                   |              | 9.28%             |

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)  $1 / (1 \text{ Minus Gross Receipts or Franchise Tax})$  1.049868766  
(b)  $1 / ((1 \text{ Minus Gross Receipts or Franchise Tax}) \times (1 \text{ Minus Federal Income Tax}))$  1.328947806

AQUA OHIO, Inc,  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Calculation of Earned Rate of Return  
December 31, 2019

| Line<br><u>No.</u> | Acct.<br><u>No.</u> |  | <u>Rate Case</u><br><u>Adjustment</u> |                     |
|--------------------|---------------------|--|---------------------------------------|---------------------|
| 1                  |                     | <u>Calculation of Net Operating Income Return on Rate Base</u> |                                       |                     |
| 2                  | 101                 | Plant in Service   |                                       | \$375,770,469       |
| 3                  | 108                 | Depreciation Reserve   |                                       | <u>108,493,320</u>  |
| 4                  |                     | Net Plant in Service (2 - 3)                                   |                                       | 267,277,149         |
| 5                  |                     | Working Capital * (a)  |                                       | 0                   |
| 6                  |                     | Other Rate Base Items (a)                                      |                                       | <u>(54,292,112)</u> |
| 7                  |                     | Rate Base (4 + 5 + 6)  |                                       | 212,985,037         |
| 8                  |                     | <u>Operating Income Statement</u>                              |                                       |                     |
| 9                  | 400                 | Operating Revenues   |                                       | 65,007,773          |
| 10                 | 401-402             | Operation and Maintenance Expenses                             | 0                                     | 24,972,655          |
| 11                 | 403-407             | Depreciation & Amortization Expense                            |                                       | 9,482,107           |
| 12                 | 408.1               | Taxes Other Than Income - Utility Operating Income             | 0                                     | 15,324,844          |
| 13                 | 409.1-412.2         | Income Taxes - Utility Operating Income                        | <u>0</u>                              | <u>2,494,810</u>    |
| 14                 |                     | Net Operating Income (9 - 10 - 11 - 12 - 13)                   | <u>0</u>                              | <u>\$12,733,357</u> |
| 15                 |                     | Net Operating Return On Rate Base (14 / 7)                     |                                       | <u><u>5.98%</u></u> |

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

(a) Schedule 8.1

AQUA OHIO, Inc,  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Working Capital & Other Rate Base Items  
December 31, 2019

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)          | <u>0</u>          |
| (5) | Working Capital (2) + (3) - (4)     | <u><u>\$0</u></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) | (3,037,776)                |
| (4) | Contributions in Aid of Construction (a) | (25,446,026)               |
| (5) | Investment Tax Credits (b)               | 0                          |
| (6) | Deferred Federal Income Taxes (a)        | (36,945,750)               |
| (7) | Regulatory Assets                        | 60,986                     |
| (8) | Other (b) Service Center Allocation      | <u>11,076,454</u>          |
| (9) | Other Rate Base Items (1) Thru (8)       | <u><u>(54,292,112)</u></u> |

AQUA OHIO, Inc,  
PUCO Regulated Water Divisions  
Case No. 20-0532-WW-SIC (Revised 7/6/2020)  
Revenue Distribution

| Line<br>No. |                         | Revenue Distribution<br>Case No. 16-0907-WW-AIR | Surcharge<br>Percent |    | Surcharge<br>Revenues |
|-------------|-------------------------|---|----------------------|----|-----------------------|
| 1           | Residential             | \$ 43,578,804                                   | 3.498%               | \$ | 1,524,387             |
| 2           | Commerical              | 10,469,940                                      | 3.498%               | \$ | 366,239               |
| 3           | Industrial              | 3,399,501                                       | 3.498%               | \$ | 118,915               |
| 4           | Public Authority        | 2,838,176                                       | 3.498%               | \$ | 99,279                |
| 5           | Private Fire            | 1,619,552                                       | 3.498%               | \$ | 56,652                |
| 6           | Sales for Resale        | 65,144  | 3.498%               | \$ | 2,279                 |
| 7           | Late Fees               |   |                      |    |                       |
| 8           | Account Activation Fees |   |                      |    |                       |
| 9           | Other Misc Revenues     | 1,154,852                                       |                      |    |                       |
| 10          |                         | \$ 63,125,969                                   |                      | \$ | 2,167,751             |

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**Case No(s). 20-0532-WW-SIC**

Summary: Text Statement of Aqua Ohio, Inc. Informing the Commission that Issues Have Been Resolved electronically filed by Christopher T Kennedy on behalf of Aqua Ohio, Inc.