



Received: June 28, 2018
IURC 30-Day Filing No.: 50207
Indiana Utility Regulatory Commission

David L. Pippen
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June 28, 2018

Ms. Mary M. Becerra
Secretary to the Commission
Indiana Utility Regulatory Commission
101 West Washington Street, Suite 1500 East
Indianapolis, Indiana 46204

Dear Ms. Becerra:

This submission is made pursuant to the 30-Day Filing process set forth in 170 IAC 1-6 and the Order of the Indiana Utility Regulatory Commission (“Commission”) dated February 16, 2018 in Cause No. 45032 and the position taken by Indiana-American Water Company, Inc. (“Indiana American” or the “Company”) in Phase 1 of the subdocket to which Indiana American has been assigned, Cause No. 45032 S4, as further described in the Rebuttal Testimony of John M. Watkins filed on June 28, 2018. The filing follows the procedure prescribed in the Commission’s February 16, 2018 Order and is therefore an allowable filing under 170 IAC 1-6-3(7) and (8). With respect to the proposed changes to Indiana American’s rules and regulations, this submission is an allowable filing under 170 IAC 1-6-3(3).

Indiana American is proposing to revise its tariff to reflect 100% of the tax rate decrease as directed by the Commission’s February 16, 2018 Order. The revised tariff reflects implementation of the reduction by lowering the commodity charges for base water rates and lowering all rates for public and private fire and sewer rates. Enclosed herewith is the revised tariff in redline and clean format, along with workpapers supporting the calculation.

Indiana American is also proposing to revise its Rules and Regulations for Water Service to select the option set forth in the Commission’s Rules on Main Extensions at 170

Ms. Mary Becerra
June 28, 2018
Page 2

IAC 6-1.5-33(a)(3) to apply to all main extensions under the Company's existing Rule 8.1. The Company proposes to revise its Rules and Regulations for Wastewater Service to select the option set forth in the Commission's Rules on Extensions of Sewer Mains at 170 IAC 8.5-4-32(a)(3) to apply to all sewer main extensions. Enclosed herewith are redline and clean copies of the revisions to the Company's rules for water and wastewater service.

Also enclosed herewith is a verified declaration indicating arrangements have been made to provide notice pursuant to 170 IAC 1-6-6. Indiana American does not have local customer service offices.

Should there be any questions, please do not hesitate to ask. Communications regarding this filing can be directed to my attention using the contact information provided above.

Sincerely,

A handwritten signature in black ink, appearing to read "David L. Pippen", with a stylized flourish at the end.

David L. Pippen

Enclosures

CLASSIFICATION OF SERVICE
GENERAL WATER SERVICE

Available For

All general water service customers except sale for resale customers.

Billing Frequency

Bills for general water service shall be rendered on a monthly basis. The following sets forth the schedules of volumetric rates on a monthly basis.

Volumetric Rates

The following shall be the rates for consumption:

Area One Group includes: Crawfordsville, Georgetown, Johnson County, Kokomo, Merom, Muncie, Newburgh, Noblesville, Northwest, Richmond, Russiaville, Seymour, Shelbyville, Somerset, Southern Indiana, Sullivan, Summitville, Wabash, Wabash Valley, Warsaw, Waveland, West Lafayette, and Yankeetown

Area Two Group includes: Mooresville and Winchester

Area One Group:

| | <u>Hundred Gallons</u> | <u>Rate Per 100 Gallons</u> |
|---------------|----------------------------|---------------------------------|
| For the first | 150 | \$ 0.40645 |
| For the next | 37,250 | 0.32784 |
| For all over | 37,400 | 0.18691 |

Area Two Group:

| | | |
|---------------|--------|------------|
| For the first | 150 | \$ 0.35232 |
| For the next | 37,250 | 0.25829 |
| For all over | 37,400 | 0.18420 |

Note: Unless specified rates are for all areas.

Issued:

Effective: _____

Issued by: Deborah D. Dewey, President
153 North Emerson Avenue
Greenwood, Indiana 46143

CLASSIFICATION OF SERVICE
GENERAL WATER SERVICE (CONT'D)

Yankeetown Surcharge

A \$10.00 per customer surcharge is applicable to all general water service customers that were taking service through the Yankeetown system as of March 26, 2014. Pursuant to the Commission's final order in Cause No. 44400 this surcharge will remain in effect through April 28, 2024.

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153 North Emerson Avenue
Greenwood, Indiana 46143

CLASSIFICATION OF SERVICE
SALE FOR RESALE

Available For

All sale for resale customers.

Billing Frequency

Bills for sales for resale service shall be rendered on a monthly basis. The following schedules of volumetric rates are set forth on a monthly basis.

Volumetric Rates

The following shall be the rates for consumption:

| | <u>Hundred</u> <u>Gallons</u> | <u>Rate Per 100</u> <u>Gallons</u> |
|---------------|----------------------------------|---------------------------------------|
| For the first | 300,000 | \$ 0.26313 |
| For all over | 300,000 | 0.24143 |

Note: Unless specified rates are for all areas.

CONTRACTED WATER SERVICE

Sale for resale customers taking service pursuant to a written contract shall honor any minimum purchase obligation set forth in said contract.

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CLASSIFICATION OF SERVICE
FIRE SERVICE

PRIVATE FIRE SERVICE

For all districts the rates for private fire service are based upon the size of the service, and no additional charges will be made for fire hydrants, hose connections or standpipes connected to and supplied by such private fire services.

Monthly Rate per connection (flat rate, not metered)

| <u>Size of Service</u> | <u>Monthly Charge</u> |
|------------------------|-----------------------|
| 2" Diameter | \$ 3.05 |
| 2-1/2" Diameter | 5.46 |
| 3" Diameter | 8.78 |
| 4" Diameter | 18.73 |
| 6" Diameter | 54.41 |
| 8" Diameter | 115.95 |
| 10" Diameter | 208.53 |
| 12" Diameter | 336.83 |

Note: Unless specified rates are for all areas.

PRIVATE FIRE HYDRANT SERVICE

Available only to customers receiving private fire hydrant service.

Monthly Surcharge per hydrant - \$ 54.41

Note: Unless specified rates are for all areas.

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CLASSIFICATION OF SERVICE
FIRE SERVICE

PUBLIC FIRE HYDRANTS

Each municipality or governmental entity responsible for public fire service in the areas listed below shall pay for each public fire hydrant within its boundaries.

Monthly surcharge per hydrant: \$63.03

Where applicable: Clarksville and Summitville.

PUBLIC FIRE PROTECTION SURCHARGE

Applicability

Applies to all customers, with the exception of Sale for Resale customers, not located within the boundaries of the governmental entities responsible for public fire service in the areas listed in Public Fire Hydrants. Applicable to any water customer, with the exception of Sale for Resale customers, located in areas within municipal boundaries or to any water customer within 1,000 feet of a public fire hydrant (measured from the hydrant to the nearest point on the property line of the customer) on the Company's distribution mains in areas not within municipal boundaries. In addition to the charges for water service under currently approved tariffs, a public fire protection surcharge shall be charged to, and collected from, each customer to whom said surcharge is hereby made applicable. If multiple meters are installed the surcharge(s) shall be based upon the total of all meters installed.

| Size of Meter | Monthly Charge- Area One and Two | West Lafayette Only | Seymour Only |
|---------------|-------------------------------------|------------------------|-----------------|
| 5/8" | \$ 4.53 | \$ 3.18 | \$ 3.97 |
| 3/4" | 6.80 | 4.77 | 5.96 |
| 1" | 11.33 | 7.95 | 9.93 |
| 1-1/2" | 22.65 | 15.90 | 19.85 |
| 2" | 36.24 | 25.44 | 31.76 |
| 3" | 67.95 | 47.70 | 59.55 |
| 4" | 113.25 | 79.50 | 99.25 |
| 6" | 226.50 | 159.00 | 198.50 |
| 8" | 362.40 | 254.40 | 317.60 |
| 10" | 588.90 | 413.40 | 516.10 |
| 12" | 973.95 | 683.70 | 853.55 |

Note: Unless specified rates are for all areas.

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SCHEDULE OF CHARGES FOR SEWER SERVICE

Availability

Available to any sewer Customer. Applicant must be located on Company's collecting mains suitable for supplying the service requested in Somerset and adjacent areas and Farmington and Farmington Meadows subdivisions located north of the City of Muncie in Delaware County and adjacent areas.

Rate per month: \$73.02

The equivalent daily usage per unit of a multi-family customer is equivalent to .70 of a single family residence. Accordingly, the number of units of a multi-family customer shall be multiplied by .70 to determine the billing units to be charged the monthly rate above.

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CLASSIFICATION OF SERVICE
GENERAL WATER SERVICE

Available For

All general water service customers except sale for resale customers.

Billing Frequency

Bills for general water service shall be rendered on a monthly basis. The following sets forth the schedules of volumetric rates on a monthly basis.

Volumetric Rates

The following shall be the rates for consumption:

Area One Group includes: Crawfordsville, ~~Georgetown~~, Johnson County, Kokomo, Merom, Muncie, Newburgh, Noblesville, Northwest, Richmond, Russiaville, Seymour, Shelbyville, Somerset, Southern Indiana, Sullivan, Summitville, ~~Wabash~~, Wabash Valley, Warsaw, Waveland, West Lafayette, and Yankeetown

Area Two Group includes: Mooresville and Winchester

Area One Group:

| | Hundred Gallons | Rate Per 100 Gallons |
|---------------|--------------------|---|
| For the first | 150 | \$ 0. 40645 44057 |
| For the next | 37,250 | 0. 32784 35536 |
| For all over | 37,400 | 0. 18691 20259 |

Area Two Group:

| | | |
|---------------|--------|---|
| For the first | 150 | \$ 0. 35232 38200 |
| For the next | 37,250 | 0. 25829 28024 |
| For all over | 37,400 | 0.18420 |

Note: Unless specified rates are for all areas.

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CLASSIFICATION OF SERVICE
GENERAL WATER SERVICE (CONT'D)

Wabash Volumetric Rates:

| | <u>Hundred</u> <u>Gallons</u> | <u>Rate-Per</u> <u>100 Gallons</u> <u>Effective 1/29/15</u> | <u>Rate-Per</u> <u>100 Gallons</u> <u>Effective 1/29/16</u> | <u>Rate-Per</u> <u>100 Gallons</u> <u>Effective 1/1/17</u> |
|---------------|----------------------------------|---|---|--|
| For the first | 150 | \$ 0.40996 | \$ 0.43665 | \$ 0.44057 |
| For the next | 37,250 | 0.30575 | 0.33177 | 0.35536 |
| For all over | 37,400 | 0.18560 | 0.19483 | 0.20259 |

Wabash Monthly Charge:

| <u>Size of Meter</u> | <u>Effective 1/29/15*</u> | <u>Effective 1/29/16*</u> | <u>Effective 1/1/17*</u> |
|----------------------|---------------------------|---------------------------|--------------------------|
| 5/8" | \$ 14.46 | \$ 14.79 | \$ 14.99 |
| 3/4" | 19.25 | 20.15 | 20.88 |
| 1" | 24.78 | 24.75 | 24.53 |
| 1-1/2" | 39.51 | 37.65 | 35.47 |
| 2" | 67.61 | 68.88 | 69.62 |
| 3" | 108.54 | 104.50 | 99.61 |
| 4" | 169.61 | 159.33 | 147.71 |
| 6" | 312.19 | 281.12 | 247.58 |
| 8" | 484.21 | 428.67 | 369.29 |
| 10" | 768.62 | 671.14 | 567.55 |
| 12" | 1,239.33 | 1,063.98 | 878.79 |

~~* Subject to the Distribution System Improvement Charge listed on Appendix A~~

~~Note: Unless specified rates are for all areas.~~

Yankeetown Surcharge

A \$10.00 per customer surcharge is applicable to all general water service customers that were taking service through the Yankeetown system as of March 26, 2014. Pursuant to the Commission's final order in Cause No. 44400 this surcharge will remain in effect through April 28, 2024.

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CLASSIFICATION OF SERVICE
SALE FOR RESALE

Available For

All sale for resale customers.

Billing Frequency

Bills for sales for resale service shall be rendered on a monthly basis. The following schedules of volumetric rates are set forth on a monthly basis.

Volumetric Rates

The following shall be the rates for consumption:

| | <u>Hundred</u> <u>Gallons</u> | <u>Rate Per 100</u> <u>Gallons</u> |
|---------------|----------------------------------|---|
| For the first | 300,000 | \$ 0. 26313 28524 |
| For all over | 300,000 | 0. 24143 26167 |

Note: Unless specified rates are for all areas.

CONTRACTED WATER SERVICE

Sale for resale customers taking service pursuant to a written contract shall honor any minimum purchase obligation set forth in said contract.

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CLASSIFICATION OF SERVICE
FIRE SERVICE

PRIVATE FIRE SERVICE

For all districts the rates for private fire service are based upon the size of the service, and no additional charges will be made for fire hydrants, hose connections or standpipes connected to and supplied by such private fire services.

Monthly Rate per connection (flat rate, not metered)

| <u>Size of Service</u> | <u>Monthly Charge</u> |
|------------------------|--------------------------|
| 2" Diameter | \$ 3.05 3.20 |
| 2-1/2" Diameter | 5.46 5.74 |
| 3" Diameter | 8.78 9.27 |
| 4" Diameter | 18.73 19.76 |
| 6" Diameter | 54.41 57.39 |
| 8" Diameter | 115.95 122.31 |
| 10" Diameter | 208.53 219.96 |
| 12" Diameter | 336.83 355.29 |

Note: Unless specified rates are for all areas.

PRIVATE FIRE HYDRANT SERVICE

Available only to customers receiving private fire hydrant service.

Monthly Surcharge per hydrant - \$ ~~54.41~~57.39

Note: Unless specified rates are for all areas.

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CLASSIFICATION OF SERVICE
FIRE SERVICE

PUBLIC FIRE HYDRANTS

Each municipality or governmental entity responsible for public fire service in the areas listed below shall pay for each public fire hydrant within its boundaries.

Monthly surcharge per hydrant: \$~~63.03~~~~66.50~~

Where applicable: Clarksville and Summitville.

PUBLIC FIRE PROTECTION SURCHARGE

Applicability

Applies to all customers, with the exception of Sale for Resale customers, not located within the boundaries of the governmental entities responsible for public fire service in the areas listed in Public Fire Hydrants. Applicable to any water customer, with the exception of Sale for Resale customers, located in areas within municipal boundaries or to any water customer within 1,000 feet of a public fire hydrant (measured from the hydrant to the nearest point on the property line of the customer) on the Company's distribution mains in areas not within municipal boundaries. In addition to the charges for water service under currently approved tariffs, a public fire protection surcharge shall be charged to, and collected from, each customer to whom said surcharge is hereby made applicable. If multiple meters are installed the surcharge(s) shall be based upon the total of all meters installed.

| Size of Meter | Monthly Charge- Area One and Two | West Lafayette Only | Seymour Only |
|---------------|---------------------------------------|-------------------------------------|-------------------------------------|
| 5/8" | \$ 4.53 4.78 | \$ 3.18 3.35 | \$ 3.97 4.19 |
| 3/4" | 6.80 7.17 | 4.77 5.02 | 5.96 6.29 |
| 1" | 11.33 11.94 | 7.95 8.37 | 9.93 10.48 |
| 1-1/2" | 22.65 23.90 | 15.90 16.72 | 19.85 20.95 |
| 2" | 36.24 38.23 | 25.44 26.76 | 31.76 33.52 |
| 3" | 67.95 71.68 | 47.70 50.17 | 59.55 62.85 |
| 4" | 113.25 119.47 | 79.50 83.62 | 99.25 104.75 |
| 6" | 226.50 238.95 | 159.00 167.23 | 198.50 209.50 |
| 8" | 362.40 382.32 | 254.40 267.58 | 317.60 335.20 |
| 10" | 588.90 621.26 | 413.40 434.82 | 516.10 544.70 |
| 12" | 973.95 1,027.47 | 683.70 719.12 | 853.55 900.85 |

Note: Unless specified rates are for all areas.

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Greenwood, Indiana 46143

SCHEDULE OF CHARGES FOR SEWER SERVICE

Availability

Available to any sewer Customer. Applicant must be located on Company's collecting mains suitable for supplying the service requested in Somerset and adjacent areas and Farmington and Farmington Meadows subdivisions located north of the City of Muncie in Delaware County and adjacent areas.

Rate per month: \$~~77.11~~73.02

The equivalent daily usage per unit of a multi-family customer is equivalent to .70 of a single family residence. Accordingly, the number of units of a multi-family customer shall be multiplied by .70 to determine the billing units to be charged the monthly rate above.

Issued:

Effective: _____

Issued by: ~~Deborah D. Dewey~~ Deron E. Allen, President
~~153 North Emerson Avenue~~ 555 E. County Line Road
Greenwood, Indiana 46143

INDIANA-AMERICAN WATER COMPANY
IURC CAUSE NO. 45032
REVENUE PROOF FOR TCJA
TOTAL REVENUE PROOF - WATER AND SEWER

SCHEDULE 1
PAGE 1 OF 3

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
|---|---------------|------------------|-------------------|---------------|------------------|-------------------|----------------|
| | Area 1 | | | Area 2 | | | |
| | Monthly Bills | Proposed Charges | Proposed Revenues | Monthly Bills | Proposed Charges | Proposed Revenues | Total Revenues |
| | | | (1) * (2) | | | (4) * (5) | (3) + (6) |
| Base Water Rates | | | | | | | |
| Monthly Customer Charges | | | | | | | |
| 5/8-inch | 2,484,235 | \$14.99 | \$37,238,684 | 67,182 | \$14.99 | \$1,007,054 | \$38,245,738 |
| 3/4-inch | 1,265 | 20.88 | 26,407 | 187 | 20.88 | 3,902 | 30,309 |
| 1-inch | 88,900 | 24.53 | 2,180,707 | 1,292 | 24.53 | 31,681 | 2,212,388 |
| 1 1/2-inch | 6,541 | 35.47 | 232,002 | 492 | 35.47 | 17,467 | 249,469 |
| 2-inch | 53,569 | 69.62 | 3,729,486 | 762 | 69.62 | 53,054 | 3,782,540 |
| 3-inch | 3,438 | 99.61 | 342,412 | 80 | 99.61 | 7,959 | 350,371 |
| 4-inch | 3,156 | 147.71 | 466,166 | 25 | 147.71 | 3,635 | 469,801 |
| 6-inch | 1,375 | 247.58 | 340,395 | 25 | 247.58 | 6,132 | 346,527 |
| 8-inch | 229 | 369.29 | 84,512 | - | 369.29 | 0 | 84,512 |
| 10-inch | 71 | 567.55 | 40,452 | - | 567.55 | 0 | 40,452 |
| 12-inch | - | 878.79 | 0 | - | 878.79 | 0 | 0 |
| Total Monthly Customer Charge Revenues | 2,642,778 | | \$44,681,223 | 70,044 | | \$1,130,884 | \$45,812,107 |
| Bi-Monthly Customer Charges | | | | | | | |
| 5/8-inch | 382,040 | \$29.98 | \$11,453,559 | - | \$29.98 | \$0 | \$11,453,559 |
| 3/4-inch | 1,929 | 41.76 | 80,571 | - | 41.76 | 0 | 80,571 |
| 1-inch | 11,139 | 49.06 | 546,500 | - | 49.06 | 0 | 546,500 |
| 1 1/2-inch | 3,563 | 70.94 | 252,795 | - | 70.94 | 0 | 252,795 |
| 2-inch | 3,524 | 139.24 | 490,665 | - | 139.24 | 0 | 490,665 |
| 3-inch | 275 | 199.22 | 54,687 | - | 199.22 | 0 | 54,687 |
| 4-inch | 46 | 295.42 | 13,492 | - | 295.42 | 0 | 13,492 |
| 6-inch | 18 | 495.16 | 8,816 | - | 495.16 | 0 | 8,816 |
| 8-inch | 6 | 738.58 | 4,431 | - | 738.58 | 0 | 4,431 |
| 10-inch | - | 1,135.10 | 0 | - | 1,117.03 | 0 | 0 |
| 12-inch | - | 1,757.58 | 0 | - | 1,734.61 | 0 | 0 |
| Total Bi-Monthly Customer Charge Revenues | 402,540 | | \$12,905,516 | - | | \$0 | \$12,905,516 |
| Commodity Charges - Retail | | | | | | | |
| Block 1 (First 15 Mgal) | 14,603,082 | \$4.0645 | \$59,354,928 | 283,766 | \$3.5232 | \$999,764 | \$60,354,692 |
| Block 2 (Next 3,725 Mgal) | 10,997,629 | 3.2784 | 36,054,628 | 185,552 | 2.5829 | 479,261 | 36,533,889 |
| Block 3 (Over 3,740 Mgal) | 2,177,416 | 1.8691 | 4,069,809 | 2,128 | 1.8420 | 3,919 | 4,073,728 |
| Commodity Charges - Sale for Resale | | | | | | | |
| Block 1 (First 30,000 Mgal) | 2,466,087 | \$2.6313 | \$6,489,014 | | | | \$6,489,014 |
| Block 2 (Over 30,000 Mgal) | 1,166,316 | 2.4143 | 2,815,836 | | | | 2,815,836 |
| Total Commodity Charge Revenue | 31,410,530 | | \$108,784,215 | 471,445 | | \$1,482,944 | \$110,267,159 |

Note: Block 1 Commodity Charge adjusted by \$0.001848 (from \$4.4039 to \$4.4057) to make up small difference in across the board increase % and tie to new revenue requirement

Estimated reduction in Revenue Requirement

| | | Current Revenues | TCJA Adj | New Rates | Calculated Rates | Variance |
|---------------|-----------------------------|------------------|----------------------|---------------------|---------------------|----------|
| Water | | \$178,241,584 | (\$9,256,799) | \$168,984,785 | \$168,984,782 | \$3 |
| Private | | 4,238,533 | (220,375) | 4,018,158 | 4,018,300 | (142) |
| Public | | 20,097,336 | (1,043,881) | 19,053,455 | 19,053,521 | (66) |
| Miscellaneous | | 4,514,386 | - | 4,514,386 | 4,514,386 | - |
| Sewer | | 437,223 | (23,197) | 414,026 | 414,033 | (7) |
| Total | | \$207,529,062 | (\$10,544,252) | \$196,984,810 | \$196,985,022 | (\$212) |
| | | | | | | |
| | | TCJA Adjustment | | (\$9,256,799) | | |
| | | Current Revenue | % of Current Revenue | Allocated Reduction | Adj to Current Rate | |
| Area 1 | Block 1 (First 15 Mgal) | \$64,337,499 | 53.82% | (\$4,982,009) | (\$0.3412) | |
| Area 1 | Block 2 (Next 3,725 Mgal) | 39,081,175 | 32.70% | (3,026,973) | (0.2752) | |
| Area 1 | Block 3 (Over 3,740 Mgal) | 4,411,227 | 3.69% | (341,576) | (0.1568) | |
| Area 2 | Block 1 (First 15 Mgal) | 1,083,986 | 0.91% | (84,237) | (0.2968) | |
| Area 2 | Block 2 (Next 3,725 Mgal) | 519,990 | 0.44% | (40,730) | (0.2195) | |
| Area 2 | Block 3 (Over 3,740 Mgal) | 3,919 | 0.00% | - | - | |
| Area 1 SFR | Block 1 (First 30,000 Mgal) | 7,034,266 | 5.89% | (545,225) | (0.2211) | |
| Area 1 SFR | Block 2 (Over 30,000 Mgal) | 3,051,899 | 2.55% | (236,048) | (0.2024) | |
| | | \$119,523,961 | 100.00% | (\$9,256,798) | | |

INDIANA-AMERICAN WATER COMPANY
IURC CAUSE NO. 45032
REVENUE PROOF FOR TCJA
TOTAL REVENUE PROOF - WATER AND SEWER

SCHEDULE 1
PAGE 2 OF 3

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
|---------------------------------------|-------------------|---------------------|----------------------|------------------|---------------------|----------------------|-------------------|
| | Area 1 and Area 2 | | | Monthly Bills | Proposed Charges | Proposed Revenues | Total Revenues |
| | Monthly Bills | Proposed Charges | Proposed Revenues | | | | |
| Private Fire Protection | | | (1) * (2) | | | | (3) + (6) |
| 2-inch | 1,159 | \$3.05 | \$3,535 | | | | \$3,535 |
| 2 1/2-inch | - | 5.46 | 0 | | | | - |
| 3-inch | 681 | 8.78 | 5,981 | | | | 5,981 |
| 4-inch | 8,271 | 18.73 | 154,913 | | | | 154,913 |
| 6-inch | 22,729 | 54.41 | 1,236,697 | | | | 1,236,697 |
| 8-inch | 11,869 | 115.95 | 1,376,163 | | | | 1,376,163 |
| 10-inch | 1,189 | 208.53 | 248,042 | | | | 248,042 |
| 12-inch | 750 | 336.83 | 252,514 | | | | 252,514 |
| Hydrants | 13,609 | 54.41 | 740,455 | | | | 740,455 |
| | 60,257 | | \$4,018,300 | | | | \$4,018,300 |
| Public Fire Protection | | | | | | | |
| Inside Hydrants Subject to Muni. Pmt. | 13,313 | \$63.03 | \$839,144 | | | | \$839,144 |
| IC 8-1-2-103 Charge-Retail: | | | | | | | |
| 5/8-inch | 2,895,184 | \$4.53 | \$13,115,185 | | | | \$13,115,185 |
| 3/4-inch | 5,176 | 6.80 | 35,198 | | | | 35,198 |
| 1-inch | 101,750 | 11.33 | 1,152,830 | | | | 1,152,830 |
| 1 1/2-inch | 13,275 | 22.65 | 300,677 | | | | 300,677 |
| 2-inch | 52,706 | 36.24 | 1,910,067 | | | | 1,910,067 |
| 3-inch | 3,291 | 67.95 | 223,629 | | | | 223,629 |
| 4-inch | 2,732 | 113.25 | 309,345 | | | | 309,345 |
| 6-inch | 1,154 | 226.50 | 261,463 | | | | 261,463 |
| 8-inch | 176 | 362.40 | 63,797 | | | | 63,797 |
| 10-inch | (15) | 588.90 | (8,849) | | | | (8,849) |
| 12-inch | - | 973.95 | 0 | | | | 0 |
| | 3,075,430 | | \$18,202,486 | | | | \$18,202,486 |
| | | Seymour | | | West Lafayette | | |
| 5/8-inch | 74,964 | \$3.97 | \$297,607 | 76,152 | \$3.18 | \$242,163 | \$539,770 |
| 3/4-inch | 0 | 5.96 | 0 | 0 | 4.77 | 0 | 0 |
| 1-inch | 2,040 | 9.93 | 20,257 | 3,408 | 7.95 | 27,094 | 47,351 |
| 1 1/2-inch | 528 | 19.85 | 10,481 | 1,572 | 15.90 | 24,995 | 35,476 |
| 2-inch | 1,860 | 31.76 | 59,074 | 1,932 | 25.44 | 49,150 | 108,224 |
| 3-inch | 192 | 59.55 | 11,434 | 204 | 47.70 | 9,731 | 21,165 |
| 4-inch | 60 | 99.25 | 5,955 | 72 | 79.50 | 5,724 | 11,679 |
| 6-inch | 48 | 198.50 | 9,528 | 0 | 159.00 | 0 | 9,528 |
| 8-inch | 0 | 317.60 | 0 | 12 | 254.40 | 3,053 | 3,053 |
| 10-inch | 0 | 516.10 | 0 | 0 | 413.40 | 0 | 0 |
| 12-inch | 0 | 853.55 | 0 | 0 | 683.70 | 0 | 0 |
| | 79,692 | | \$414,336 | 83,352 | | \$361,910 | \$776,246 |

| | | TCJA Adjustment | | (220,375) | | | |
|---------------------------------------|-----------------|----------------------|---------------------|---------------------|---------------------|-----------------|--------|
| | Current Revenue | % of Current Revenue | Allocated Reduction | Adj to Current Rate | | | |
| Private Fire Protection | | | | | | | |
| 2-inch | \$3,709 | 0.08% | (\$176) | (\$0.15) | | -4.69% | |
| 2 1/2-inch | - | 0.00% | - | (0.28) | | -4.88% | |
| 3-inch | 6,315 | 0.15% | (331) | (0.49) | | -5.29% | |
| 4-inch | 163,432 | 3.86% | (8,506) | (1.03) | | -5.21% | |
| 6-inch | 1,304,430 | 30.78% | (67,831) | (2.98) | | -5.19% | |
| 8-inch | 1,451,647 | 34.25% | (75,478) | (6.36) | | -5.20% | |
| 10-inch | 261,638 | 6.17% | (13,597) | (11.43) | | -5.20% | |
| 12-inch | 266,353 | 6.28% | (13,840) | (18.46) | | -5.20% | |
| Hydrants | 781,009 | 18.43% | (40,615) | (2.98) | | -5.19% | |
| | \$4,238,533 | 100.00% | (220,374) | | | | |
| Public Fire Protection | | TCJA Adjustment | | (1,043,881) | | | |
| | Current Revenue | % of Current Revenue | Allocated Reduction | Adj to Current Rate | | AWWA Equivalent | |
| Inside Hydrants Subject to Muni. Pmt. | \$888,317 | 4.42% | (46,140) | (3.47) | | | |
| 5/8-inch | \$13,838,981 | 68.8700% | (718,921) | (0.25) | (0.25) | 1.00 | \$4.53 |
| 3/4-inch | 37,113 | 0.18% | (1,879) | | (0.37) | 1.50 | 6.80 |
| 1-inch | 1,214,898 | 6.04% | (63,050) | | (0.61) | 2.50 | 11.33 |
| 1 1/2-inch | 317,271 | 1.58% | (16,493) | | (1.25) | 5.00 | 22.65 |
| 2-inch | 2,014,952 | 10.02% | (104,597) | | (1.99) | 8.00 | 36.24 |
| 3-inch | 235,905 | 1.17% | (12,213) | | (3.73) | 15.00 | 67.95 |
| 4-inch | 326,335 | 1.62% | (16,911) | | (6.22) | 25.00 | 113.25 |
| 6-inch | 275,834 | 1.37% | (14,301) | | (12.45) | 50.00 | 226.50 |
| 8-inch | 67,303 | 0.33% | (3,445) | | (19.92) | 80.00 | 362.40 |
| 10-inch | (9,336) | -0.05% | 522 | | (32.36) | 130.00 | 588.90 |
| 12-inch | - | 0.00% | - | | (53.52) | 215.00 | 973.95 |
| | Current Revenue | % of Current Revenue | Allocated Reduction | Adj to Current Rate | Adj to Current Rate | AWWA Equivalent | |
| Seymour | | | | | | | |
| 5/8-inch | \$314,099 | 1.56% | (16,285) | (0.22) | (0.22) | 1.00 | \$3.97 |
| 3/4-inch | - | 0.00% | - | | (0.33) | 1.50 | 5.96 |
| 1-inch | 21,369 | 0.11% | (1,148) | | (0.55) | 2.50 | 9.93 |
| 1 1/2-inch | 11,062 | 0.06% | (626) | | (1.10) | 5.00 | 19.85 |
| 2-inch | 62,347 | 0.31% | (3,236) | | (1.76) | 8.00 | 31.76 |
| 3-inch | 12,067 | 0.06% | (626) | | (3.30) | 15.00 | 59.55 |
| 4-inch | 6,285 | 0.03% | (313) | | (5.50) | 25.00 | 99.25 |
| 6-inch | 10,056 | 0.05% | (522) | | (11.00) | 50.00 | 198.50 |
| 8-inch | - | 0.00% | - | | (17.60) | 80.00 | 317.60 |
| 10-inch | - | 0.00% | - | | (28.60) | 130.00 | 516.10 |
| 12-inch | - | 0.00% | - | | (47.30) | 215.00 | 853.55 |
| West Lafayette | | | | | | | |
| 5/8-inch | \$255,109 | 1.27% | (13,257) | (0.17) | (0.17) | 1.00 | \$3.18 |
| 3/4-inch | - | 0.00% | - | | (0.25) | 1.50 | 4.77 |

INDIANA-AMERICAN WATER COMPANY
IURC CAUSE NO. 45032
REVENUE PROOF FOR TCJA
TOTAL REVENUE PROOF - WATER AND SEWER

SCHEDULE 1
PAGE 3 OF 3

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
|---|-------------------|------------------|-------------------|-----|-----|-------------|----------------|
| | Area 1 and Area 2 | | | | | | Total Revenues |
| | Monthly Bills | Proposed Charges | Proposed Revenues | | | | (3) + (6) |
| | | | (1) * (2) | | | | |
| Public Fire Protection (cont.) | | | | | | | |
| IC 8-1-2-103 Sale for Resale: | | | | | | | |
| 5/8-inch | - | \$3.43 | \$0 | | | | \$0 |
| 3/4-inch | - | 5.27 | 0 | | | | 0 |
| 1-inch | 24 | 9.10 | 218 | | | | 218 |
| 1 1/2-inch | - | 19.02 | 0 | | | | 0 |
| 2-inch | - | 30.78 | 0 | | | | 0 |
| 3-inch | - | 54.88 | 0 | | | | 0 |
| 4-inch | 65 | 93.73 | 6,103 | | | | 6,103 |
| 6-inch | 188 | 194.64 | 36,564 | | | | 36,564 |
| 8-inch | 24 | 315.38 | 7,569 | | | | 7,569 |
| 10-inch | 47 | 517.47 | 24,335 | | | | 24,335 |
| 12-inch | - | 865.82 | 0 | | | | 0 |
| | 348 | | \$74,789 | | | | \$74,789 |
| Miscellaneous Revenues | | | | | | | \$4,514,386 |
| Total Water Revenues | | | \$188,591,740 | | | \$2,613,828 | \$196,570,989 |
| SEWER BASE RATES | | | | | | | |
| MUNCIE | | | | | | | |
| Residential | 4,537 | \$73.02 | 331,292 | | | | |
| Commercial | - | 73.02 | 0 | | | | |
| SOMERSET | | | | | | | |
| Residential | 972 | \$73.02 | 70,960 | | | | |
| Commercial | 161 | 73.02 | 11,781 | | | | |
| Total Sewer Revenues | | | \$414,033 | | | | \$414,033 |
| COMBINED WATER AND SEWER | | | | | | | |
| Total Water and Sewer Revenues | | | \$189,005,773 | | | \$2,613,828 | \$196,985,022 |
| Total Water and Sewer Cost of Service, excluding DSIC, as of 11/30/2015 | | | | | | | \$207,529,062 |
| TCJA Proposed Adjustment | | | | | | | (10,544,252) |
| Total Water and Sewer Revenues, excluding DSIC | | | | | | | \$196,984,810 |
| Over (Under) Recovery - \$ | | | | | | | \$212 |
| - % | | | | | | | 0.0001% |

| | | | | | | |
|------------|--------|-------|---------|---------|--------|--------|
| 1-inch | 28,525 | 0.14% | (1,461) | (0.42) | 2.50 | 7.95 |
| 1 1/2-inch | 26,284 | 0.13% | (1,357) | (0.82) | 5.00 | 15.90 |
| 2-inch | 51,700 | 0.26% | (2,714) | (1.32) | 8.00 | 25.44 |
| 3-inch | 10,235 | 0.05% | (522) | (2.47) | 15.00 | 47.70 |
| 4-inch | 6,021 | 0.03% | (313) | (4.12) | 25.00 | 79.50 |
| 6-inch | - | 0.00% | - | (8.23) | 50.00 | 159.00 |
| 8-inch | 3,211 | 0.02% | (209) | (13.18) | 80.00 | 254.40 |
| 10-inch | - | 0.00% | - | (21.42) | 130.00 | 413.40 |
| 12-inch | - | 0.00% | - | (35.42) | 215.00 | 683.70 |

| | | | | |
|-------------------------------|-----------------|----------------------|---------------------|---------------------|
| | Current Revenue | % of Current Revenue | Allocated Reduction | Adj to Current Rate |
| IC 8-1-2-103 Sale for Resale: | | | | |
| 5/8-inch | \$0 | 0.00% | - | |
| 3/4-inch | - | 0.00% | - | |
| 1-inch | 218 | 0.00% | - | |
| 1 1/2-inch | - | 0.00% | - | |
| 2-inch | - | 0.00% | - | |
| 3-inch | - | 0.00% | - | |
| 4-inch | 6,103 | 0.03% | (313) | |
| 6-inch | 36,564 | 0.18% | (1,879) | |
| 8-inch | 7,569 | 0.04% | (418) | |
| 10-inch | 24,335 | 0.12% | (1,253) | |
| 12-inch | - | 0.00% | - | |
| | \$20,100,733 | 100.00% | (\$1,043,880) | |

| | | | | |
|------------------|-----------------|----------------------|---------------------|---------------------|
| SEWER BASE RATES | TCJA Adjustment | | (23,197) | |
| | Current Revenue | % of Current Revenue | Allocated Reduction | Adj to Current Rate |
| MUNCIE | | | | |
| Residential | 349,848 | 80.01% | (18,560) | (4.09) |
| Commercial | - | | | |
| SOMERSET | | | | |
| Residential | 74,935 | 17.14% | (3,976) | (4.09) |
| Commercial | 12,440 | 2.85% | (661) | (4.10) |
| | 437,223 | 100.00% | (23,197) | |

INDIANA-AMERICAN WATER COMPANY
IURC CAUSE NO. 44450
REVENUE PROOF FOR 11/30/2015 RATE BASE TRUE-UP
TOTAL REVENUE PROOF - WATER AND SEWER

SCHEDULE 1
PAGE 1 OF 3

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
|---|---------------|------------------|-------------------|---------------|------------------|-------------------|----------------|
| | Area 1 | | | Area 2 | | | |
| | Monthly Bills | Proposed Charges | Proposed Revenues | Monthly Bills | Proposed Charges | Proposed Revenues | Total Revenues |
| | | | (1) * (2) | | | (4) * (5) | (3) + (6) |
| Base Water Rates | | | | | | | |
| Monthly Customer Charges | | | | | | | |
| 5/8-inch | 2,484,235 | \$14.99 | \$37,238,684 | 67,182 | \$14.99 | \$1,007,054 | \$38,245,738 |
| 3/4-inch | 1,265 | 20.88 | 26,407 | 187 | 20.88 | 3,902 | 30,309 |
| 1-inch | 88,900 | 24.53 | 2,180,707 | 1,292 | 24.53 | 31,681 | 2,212,388 |
| 1 1/2-inch | 6,541 | 35.47 | 232,002 | 492 | 35.47 | 17,467 | 249,469 |
| 2-inch | 53,569 | 69.62 | 3,729,486 | 762 | 69.62 | 53,054 | 3,782,540 |
| 3-inch | 3,438 | 99.61 | 342,412 | 80 | 99.61 | 7,959 | 350,371 |
| 4-inch | 3,156 | 147.71 | 466,166 | 25 | 147.71 | 3,635 | 469,801 |
| 6-inch | 1,375 | 247.58 | 340,395 | 25 | 247.58 | 6,132 | 346,527 |
| 8-inch | 229 | 369.29 | 84,512 | - | 369.29 | 0 | 84,512 |
| 10-inch | 71 | 567.55 | 40,452 | - | 567.55 | 0 | 40,452 |
| 12-inch | - | 878.79 | 0 | - | 878.79 | 0 | 0 |
| Total Monthly Customer Charge Revenues | 2,642,778 | | \$44,681,223 | 70,044 | | \$1,130,884 | \$45,812,107 |
| Bi-Monthly Customer Charges | | | | | | | |
| 5/8-inch | 382,040 | \$29.98 | \$11,453,559 | - | \$29.98 | \$0 | \$11,453,559 |
| 3/4-inch | 1,929 | 41.76 | 80,571 | - | 41.76 | 0 | 80,571 |
| 1-inch | 11,139 | 49.06 | 546,500 | - | 49.06 | 0 | 546,500 |
| 1 1/2-inch | 3,563 | 70.94 | 252,795 | - | 70.94 | 0 | 252,795 |
| 2-inch | 3,524 | 139.24 | 490,665 | - | 139.24 | 0 | 490,665 |
| 3-inch | 275 | 199.22 | 54,687 | - | 199.22 | 0 | 54,687 |
| 4-inch | 46 | 295.42 | 13,492 | - | 295.42 | 0 | 13,492 |
| 6-inch | 18 | 495.16 | 8,816 | - | 495.16 | 0 | 8,816 |
| 8-inch | 6 | 738.58 | 4,431 | - | 738.58 | 0 | 4,431 |
| 10-inch | - | 1,135.10 | 0 | - | 1,117.03 | 0 | 0 |
| 12-inch | - | 1,757.58 | 0 | - | 1,734.61 | 0 | 0 |
| Total Bi-Monthly Customer Charge Revenues | 402,540 | | \$12,905,516 | - | | \$0 | \$12,905,516 |
| Commodity Charges - Retail | | | | | | | |
| Block 1 (First 15 Mgal) | 14,603,082 | \$4.4057 | \$64,337,499 | 283,766 | \$3.8200 | \$1,083,986 | \$65,421,485 |
| Block 2 (Next 3,725 Mgal) | 10,997,629 | 3.5536 | 39,081,175 | 185,552 | 2.8024 | 519,990 | 39,601,165 |
| Block 3 (Over 3,740 Mgal) | 2,177,416 | 2.0259 | 4,411,227 | 2,128 | 1.8420 | 3,919 | 4,415,146 |
| Commodity Charges - Sale for Resale | | | | | | | |
| Block 1 (First 30,000 Mgal) | 2,466,087 | \$2.8524 | \$7,034,266 | - | \$2.8524 | \$0 | \$7,034,266 |
| Block 2 (Over 30,000 Mgal) | 1,166,316 | 2.6167 | 3,051,899 | - | 2.6167 | 0 | 3,051,899 |
| Total Commodity Charge Revenue | 31,410,530 | | \$117,916,066 | 471,445 | | \$1,607,895 | \$119,523,961 |

Note: Block 1 Commodity Charge adjusted by \$0.001848 (from \$4.4039 to \$4.4057) to make up small difference in across the board increase % and tie to new revenue requirement.

Estimated reduction in Revenue Requirement \$ (10,544,252)

| | Current Revenues | % of Current Revenues | Allocated TCJA Adj |
|---------------|------------------|-----------------------|--------------------|
| Water | \$178,241,584 | 87.79% | (\$9,256,799) |
| Private | 4,238,533 | 2.09% | (220,375) |
| Public | 20,097,336 | 9.90% | (1,043,881) |
| Sewer | 437,223 | 0.22% | (23,197) |
| Miscellaneous | \$203,014,676 | 100.00% | (\$10,544,252) |
| | 4,514,386 | 2.22% | |
| | 207,529,062 | | |

INDIANA-AMERICAN WATER COMPANY
IURC CAUSE NO. 44450
REVENUE PROOF FOR 11/30/2015 RATE BASE TRUE-UP
TOTAL REVENUE PROOF - WATER AND SEWER

SCHEDULE 1
PAGE 2 OF 3

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
|---------------------------------------|-------------------|------------------|--------------------------------|-----|-----|-----|----------------|
| | Area 1 and Area 2 | | | | | | Total Revenues |
| | Monthly Bills | Proposed Charges | Proposed Revenues (1) * (2) | | | | (3) + (6) |
| Private Fire Protection | | | | | | | |
| 2-inch | 1,159 | \$3.20 | \$3,709 | | | | \$3,709 |
| 2 1/2-inch | - | 5.74 | 0 | | | | - |
| 3-inch | 681 | 9.27 | 6,315 | | | | 6,315 |
| 4-inch | 8,271 | 19.76 | 163,432 | | | | 163,432 |
| 6-inch | 22,729 | 57.39 | 1,304,430 | | | | 1,304,430 |
| 8-inch | 11,869 | 122.31 | 1,451,647 | | | | 1,451,647 |
| 10-inch | 1,189 | 219.96 | 261,638 | | | | 261,638 |
| 12-inch | 750 | 355.29 | 266,353 | | | | 266,353 |
| Hydrants | 13,609 | 57.39 | 781,009 | | | | 781,009 |
| | 60,257 | | \$4,238,533 | | | | \$4,238,533 |
| Public Fire Protection | | | | | | | |
| Inside Hydrants Subject to Muni. Pmt. | 25,613 | \$66.50 | \$1,703,291 | | | | \$1,703,291 |
| IC 8-1-2-103 Charge-Retail: | | | | | | | |
| 5/8-inch | 2,895,184 | \$4.78 | \$13,838,981 | | | | \$13,838,981 |
| 3/4-inch | 5,176 | 7.17 | 37,113 | | | | 37,113 |
| 1-inch | 101,750 | 11.94 | 1,214,898 | | | | 1,214,898 |
| 1 1/2-inch | 13,275 | 23.90 | 317,271 | | | | 317,271 |
| 2-inch | 52,706 | 38.23 | 2,014,952 | | | | 2,014,952 |
| 3-inch | 3,291 | 71.68 | 235,905 | | | | 235,905 |
| 4-inch | 2,732 | 119.47 | 326,335 | | | | 326,335 |
| 6-inch | 1,154 | 238.95 | 275,834 | | | | 275,834 |
| 8-inch | 176 | 382.32 | 67,303 | | | | 67,303 |
| 10-inch | (15) | 621.26 | (9,336) | | | | (9,336) |
| 12-inch | - | 1,027.47 | 0 | | | | 0 |
| | 3,075,430 | | \$20,022,547 | | | | \$20,022,547 |

INDIANA-AMERICAN WATER COMPANY
IURC CAUSE NO. 44450
REVENUE PROOF FOR 11/30/2015 RATE BASE TRUE-UP
TOTAL REVENUE PROOF - WATER AND SEWER

SCHEDULE 1
PAGE 3 OF 3

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
|--|-------------------|---------------------|-----------------------------------|-----|-----|-------------|-------------------|
| | Area 1 and Area 2 | | | | | | Total Revenues |
| | Monthly Bills | Proposed Charges | Proposed Revenues (1) * (2) | | | | |
| Public Fire Protection (cont.) | | | | | | | (3) + (6) |
| IC 8-1-2-103 Sale for Resale: | | | | | | | |
| 5/8-inch | - | \$3.43 | \$0 | | | | \$0 |
| 3/4-inch | - | 5.27 | 0 | | | | 0 |
| 1-inch | 24 | 9.10 | 218 | | | | 218 |
| 1 1/2-inch | - | 19.02 | 0 | | | | 0 |
| 2-inch | - | 30.78 | 0 | | | | 0 |
| 3-inch | - | 54.88 | 0 | | | | 0 |
| 4-inch | 65 | 93.73 | 6,103 | | | | 6,103 |
| 6-inch | 188 | 194.64 | 36,564 | | | | 36,564 |
| 8-inch | 24 | 315.38 | 7,569 | | | | 7,569 |
| 10-inch | 47 | 517.47 | 24,335 | | | | 24,335 |
| 12-inch | - | 865.82 | 0 | | | | 0 |
| | 348 | | \$74,789 | | | | \$74,789 |
| Miscellaneous Revenues | | | | | | | \$4,514,386 |
| Total Water Revenues | | | \$199,763,885 | | | \$2,738,779 | \$207,091,839 |
| <u>SEWER BASE RATES</u> | | | | | | | |
| MUNCIE | | | | | | | |
| Residential | 4,537 | \$77.11 | 349,848 | | | | |
| Commercial | - | 77.11 | 0 | | | | |
| SOMERSET | | | | | | | |
| Residential | 972 | \$77.11 | 74,935 | | | | |
| Commercial | 161 | 77.11 | 12,440 | | | | |
| Total Sewer Revenues | | | \$437,223 | | | | \$437,223 |
| <u>COMBINED WATER AND SEWER</u> | | | | | | | |
| Total Water and Sewer Revenues | | | \$200,201,108 | | | \$2,738,779 | \$207,529,062 |
| Total Water and Sewer Cost of Service as of 11/30/2015 | | | | | | | \$207,529,062 |
| Total Water and Sewer Revenues as of 11/30/2015 | | | | | | | \$207,529,062 |
| Over (Under) Recovery - \$ | | | | | | | \$0 |
| - % | | | | | | | 0.0000% |

Indiana-American Water Company, Inc.
Public Fire Service Analysis for the
City of Seymour (SAP Co Acct Assignment - IN8501* (ALL SERVICE METERS))
Using SAP (Table EASTL) as of September 8, 2017

| Meter Size | Monthly Total | City of Seymour, IN Annualized Total | AWWA Equivalent Meter Flow- Based Ratio | Meter Equivalents | New Rates Annualized Revenue | Public Fire Service New Monthly Rate |
|------------|------------------|---|--|----------------------|---------------------------------------|---|
| 5/8" | 6,247 | 74,964.0 | 1.0 | 74,964.0 | \$314,099.16 | \$4.19 |
| 3/4" | 0 | - | 1.5 | - | - | 6.29 |
| 1" | 170 | 2,040.0 | 2.5 | 5,100.0 | 21,369.00 | 10.48 |
| 1 1/2" | 44 | 528.0 | 5.0 | 2,640.0 | 11,061.60 | 20.95 |
| 2" | 155 | 1,860.0 | 8.0 | 14,880.0 | 62,347.20 | 33.52 |
| 3" | 16 | 192.0 | 15.0 | 2,880.0 | 12,067.20 | 62.85 |
| 4" | 5 | 60.0 | 25.0 | 1,500.0 | 6,285.00 | 104.75 |
| 6" | 4 | 48.0 | 50.0 | 2,400.0 | 10,056.00 | 209.50 |
| 8" | 0 | - | 80.0 | - | - | 335.20 |
| 10" | 0 | - | 130.0 | - | - | 544.70 |
| 12" | 0 | - | 215.0 | - | - | 900.85 |
| Total | 6,641 | 79,692.0 | | 104,364.0 | \$437,285.16 (*) | |

Current Hydrant Count (Per SIO Operations) :

548

Revenue Neutral Revenue Benchmark-New Rates

\$437,304.00

Tariff rate:

\$66.50

Proposed Annualized Revenue Neutral Benchmark:

Public Hydrants

\$437,304.00

548

Monthly Public Fire Charge/Equivalent Meter revenue neutral:

\$4.19

(*) Note - totals do not match up exactly due to rounding.

Indiana-American Water Company, Inc.
Public Fire Service Analysis for the
City of West Lafayette

| Meter Size | Monthly Total | City of Seymour, IN Annualized Total | AWWA Equivalent Meter Flow- Based Ratio | Meter Equivalents | New Rates Annualized Revenue | Public Fire Service New Monthly Rate | Rates Effective 1/29/2016 | |
|------------|------------------|---|--|----------------------|---------------------------------------|---|---------------------------------|-----------|
| 5/8" | 6,346 | 76,152.0 | 1.0 | 76,152.0 | \$252,708.85 | \$3.32 | \$3.35 | \$255,109 |
| 3/4" | 0 | - | 1.5 | - | - | 4.98 | 5.02 | - |
| 1" | 284 | 3,408.0 | 2.5 | 8,520.0 | 28,273.45 | 8.30 | 8.37 | 28,525 |
| 1 1/2" | 131 | 1,572.0 | 5.0 | 7,860.0 | 26,083.25 | 16.59 | 16.72 | 26,284 |
| 2" | 161 | 1,932.0 | 8.0 | 15,456.0 | 51,290.42 | 26.55 | 26.76 | 51,700 |
| 3" | 17 | 204.0 | 15.0 | 3,060.0 | 10,154.55 | 49.78 | 50.17 | 10,235 |
| 4" | 6 | 72.0 | 25.0 | 1,800.0 | 5,973.26 | 82.96 | 83.62 | 6,021 |
| 6" | 0 | - | 50.0 | - | - | 165.92 | 167.23 | - |
| 8" | 1 | 12.0 | 80.0 | 960.0 | 3,185.74 | 265.48 | 267.58 | 3,211 |
| 10" | 0 | - | 130.0 | - | - | 431.40 | 434.82 | - |
| 12" | 0 | - | 215.0 | - | - | 713.47 | 719.12 | - |
| Total | 6,946 | 83,352.0 | | 113,808.0 | \$377,669.52 (*) | | | \$381,085 |

Current Hydrant Count (Per SIO Operations) :

477

Revenue Neutral Revenue Benchmark-New Rates

\$377,669.52

Tariff rate:

\$65.98

Proposed Annualized Revenue Neutral Benchmark:

Public Hydrants

\$377,669.52

477

Monthly Public Fire Charge/Equivalent Meter revenue neutral:

\$3.32

(*) Note - totals do not match up exactly due to rounding.

- (a) The Company will extend its Mains and appurtenances from existing Mains on the terms and conditions set forth in this Rule, Commission Rules on Main extensions set forth at 170 IAC 6-1.5 (as the same may be amended from time to time), and the Company's Main extension agreement with the Customer. A Main extension shall be made only after receipt by the Company of a signed Main extension agreement that shall specify all terms and conditions, such as deposits, payment of costs, revenue refunds, treatment of subsequent connectors, and transfer of ownership.
- (b) The Applicant requesting a Main extension shall install same in accordance with the Company's specifications and transfer same to the Company as the deposit under a Main extension agreement. On an exception basis, the Company may install Main extensions through its employees or agents.
- (c) The cost of a Main extension to be constructed within the corporate limits of a Governmental Unit shall include the cost of installing public fire hydrant(s) on the Main extension, if the installation of such fire hydrant(s) is required by the Governmental Unit.
- (d) The cost of a Main extension shall include all the Company's costs related to the Main extension and appurtenances, including but not limited to design, engineering, inspection, construction and administration costs. The Company shall determine the size of Main, routing, design and specifications for Main extensions. All Mains shall be installed in easements and, only upon Company approval, may be installed in right-of-ways. The Applicant shall obtain easements from the property owner or owners prior to the commencement of construction and deliver to the Company prior to transfer of ownership of the Main.
- (e) The option set forth in the Commission's Rules on Main extensions at 170 IAC 6-1.5-33(a)(3) shall apply to all Main extensions under this Rule 8.1.

8.2 Free Extensions

Upon written request for service by a Main extension Applicant and receipt of a signed Main extension agreement, the Company shall extend a Main and make the connections necessary to provide the requested service without charge if: (a) the cost of such installation, including the cost of connecting the Customer(s) to the Main, does not exceed three (3) times the estimated annual revenue from the original Customer(s); (b) such Customer(s) agree to take service within nine (9) months following the completion date of the Main extension, and (c) the Applicant provides an irrevocable letter of credit from a bank incorporated in the United States guaranteeing payment for the cost of the main extension to the Company if the actual first three years of revenue from the original customers is less than the cost of the main extension. Nothing in these Rules prohibits the Company, in its discretion, from making free extensions of lengths greater than as specified in this paragraph or from providing a method of return of deposits for extensions more favorable to original depositors, so long as discrimination is not practiced among depositors whose service requirements are similar.

8.3 Unserved, Developed Residential Areas

Approved:

I.U.R.C. No. W-15
CANCELLING ALL PREVIOUSLY
APPROVED RULES AND REGULATIONS
FOR WATER SERVICE

1st Revised Page 18 of 28

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8.3 Unserved, Developed Residential Areas

Approved:

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INDIANA-AMERICAN WATER COMPANY, INC.

ADDENDUM 1
TO

RULES AND REGULATIONS APPLICABLE TO SEWER SERVICE

1. **SEWER MAIN EXTENSIONS:** The option set forth in the Commission's Rules on Extensions of Sewer Mains at 170 IAC 8.5-4-32(a)(3) shall apply to all sewer main extensions.

**Verified Statement of Indiana-American Water Company, Inc.
Concerning Notification of Customers Affected by June 28, 2018 30-Day Filing**

Indiana-American Water Company, Inc. ("Indiana American") complied with the Notice Requirements under 170 IAC 1-6-6 in the following manner:

- (1) The attached notice was posted on Indiana American's website under "Your Water Rates" (see <https://amwater.com/inaw/customer-service-billing/your-water-rates>);
- (2) I have caused to be published a legal notice in the Northwest Indiana Times, a newspaper of general circulation that has a circulation encompassing the highest number of Indiana American's customers; and
- (3) I affirm under the penalties for perjury that the foregoing representations are true to the best of my knowledge, information and belief.

Dated this 28th day of June, 2018.

A handwritten signature in black ink, appearing to read "Joe Loughmiller", is written over a horizontal line.

Joe Loughmiller
External Affairs Manager

Legal Notice

To all customers of Indiana American Water Company and applicants for water or sewer main extensions: Please take note that on June 28, 2018, Indiana-American Water Company, Inc. ("Indiana-American") submitted a revised tariff pursuant to the Commission's 30-day filing procedure set forth in 170 IAC 1-6 that reflects the effects of the reduction in the federal income tax rate implemented by the Tax Cuts and Jobs Act, as further described in the Rebuttal Testimony of John M. Watkins filed June 28, 2018 in Phase 1 of Cause No. 45032 S4 before the Indiana Utility Regulatory Commission. The tariff reflects implementation of the reduction by lowering the commodity charges for base water rates and lowering all rates for public and private fire, and sewer rates.

If the 30-day submission is approved, the reduction in customers' bills will vary based on the amount of usage. It is anticipated the submission will be approved on or after August 1, 2018.

Also included in the 30-day filing is Indiana-American's revisions to its Rules and Regulations for Water Service and its Rules and Regulations for Wastewater Service to elect the cost options for main extensions stated at 170 IAC 6-1.5-33(a)(3) and 170 IAC 8.5-4-32(a)(3), respectively. The rule covering the selected cost option for water main extensions states:

For the main extension, the applicant shall be allowed the option of paying the cost of the main extension and full gross-up state and federal taxes associated with the cost of the main extension, and the applicant shall receive refunds as provided in sections 36 through 37 of this rule, or shall pay the cost of the main extension exclusive of the tax associated with the main extension and the applicant shall forfeit all rights to immediate revenue allowances and to refunds, except for subsequent connector's fees.

The rule covering the selected cost option for sewer main extensions is virtually identical.

If you have any questions about this Notice please contact the Company at:

Indiana American Water Company
153 North Emerson Avenue
Greenwood, IN 46143
Phone: (317) 807-2460

Or you may contact the Indiana Utility Regulatory Commission at:

Secretary to the IURC
PNC Center
101 West Washington Street
Indianapolis, IN 46204
(317) 232-2701

Or you may contact the Office of Utility Consumer Counselor at:

Office of Utility Consumer Counselor
PNC Center
115 West Washington Street
Suite 1500 South
Indianapolis, IN 46204
(317) 232-2494