

Notification of Rate Filing

1. Advance Notification of Rate Filing to the Philadelphia Water, Sewer and StormWater Rate Board
2. Advance Notification of Rate Filing to the Philadelphia City Council



CITY OF PHILADELPHIA

WATER DEPARTMENT
JEFFERSON CENTER
1101 Market Street
Philadelphia, PA 19107-2994

RANDY E. HAYMAN, Esq.
Water Commissioner

January 21, 2022

Via Email Only

Sonny Popowsky, Chairman
Philadelphia Water, Sewer and Storm Water Rate Board
1515 Arch Street, 17th Floor
Philadelphia, PA 19102

Attention: Daniel Cantu-Hertzler, Esq.

**RE: Special Rate Filing: Reconciliation Proceeding for Fiscal Year 2023
Advance Notice of Proposed Changes in Water, Sewer and Stormwater Rates and
Related Charges (FY 2023)**

Dear Chairman Popowsky and Rate Board Members:

Pursuant to Section 13-101(7) of The Philadelphia Code, Section II.D of the Regulations of the Philadelphia Water, Sewer and Storm Water Rate Board (“Rate Board”) and the 2021 Rate Determination¹ on the 2021 General Rate Proceeding, enclosed for filing on behalf of the Philadelphia Water Department (“Department”) is the Department’s **Special Rate Filing: Reconciliation Proceeding for Fiscal Year 2023** which is also an **Advance Notice of Proposed Changes in Water, Wastewater and Stormwater Rates and Related Charges** (“Advance Notice”). This Advance Notice is provided together with the proposed rates and charges and supporting written testimony and exhibits containing the engineering, accounting, financial and other data upon which the proposed rates and charges are based.

An itemized list of the documents enclosed with the Advance Notice is set forth in the Filing Index attached to the Advance Notice. The complete rate filing is available by visiting the public folder at:

Sharepoint Website: <https://mcd.projectcentral.bv.com/sites/405119.1/Shared%20Documents/FY%202023%20Rate%20Filings/Public/Special%20Rate%20Proceeding>

Username:* NON1\PublicUsers1

Password: PhilaWater!76

* Please note that “NON1” is part of the user name.

¹ <https://www.phila.gov/media/20210618105014/2021-General-Rate-Determination-as-filed-with-Records-Dept-20210616.pdf>.

The complete rate filing will also be posted at the Rate Board's website: www.phila.gov/water/rateboard. Once the rate filing is available on the Rate Board's website, the Sharepoint website will not be needed and will expire.

As always, the Department senior staff will be available to discuss the rate filing and answer any questions you may have with regard to same.

Sincerely,

A handwritten signature in blue ink, appearing to read "Randy E. Hayman".

Randy E. Hayman
Water Commissioner

Enclosure

cc: The Public Advocate (w/ enc.)
All Other Participants in the 2021 Rate Proceedings (w/ enc.)



CITY OF PHILADELPHIA

WATER DEPARTMENT
JEFFERSON CENTER
1101 Market Street
Philadelphia, PA 19107-2994

RANDY E. HAYMAN, Esq.
Water Commissioner

January 21, 2021

Via Email

Darrell L. Clarke, President
Philadelphia City Council
City Hall, Room 490
Philadelphia, PA 19107

**RE: Special Rate Filing: Reconciliation Proceeding for Fiscal Year 2023
Advance Notice of Proposed Changes in Water, Sewer and Stormwater Rates and
Related Charges (FY 2023)**

Dear President Clarke and Members of City Council:

Pursuant to Section 13-101(7) of The Philadelphia Code, Section II.D of the Regulations of the Philadelphia Water, Sewer and Storm Water Rate Board (“Rate Board”) and the 2021 Rate Determination¹ on the 2021 General Rate Proceeding, enclosed for filing on behalf of the Philadelphia Water Department (“Department”) is the Department’s **Special Rate Filing: Reconciliation Proceeding for Fiscal Year 2023** which is also an **Advance Notice of Proposed Changes in Water, Wastewater and Stormwater Rates and Related Charges** (“Advance Notice”). This Advance Notice is provided together with the proposed rates and charges and supporting written testimony and exhibits containing the engineering, accounting, financial and other data upon which the proposed rates and charges are based.

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Randy E. Hayman
Water Commissioner

Enclosure

cc: The Public Advocate (w/ enc.)
All Other Participants in the 2021 Rate Proceedings (w/ enc.)

PHILADELPHIA WATER DEPARTMENT
SPECIAL RATE FILING
RECONCILIATION PROCEEDING FOR FISCAL YEAR 2023

FILING INDEX

Statements

PWD Statement No. 1	Direct Testimony and Schedules of Melissa La Buda
	Schedule ML-1 Resume of Melissa La Buda
	Schedule ML-2 Financial Plan
	Schedule ML-3 Rating Agency Reports
	Schedule ML-4 Financial Report for FY 2021
PWD Statement No. 2	Direct Testimony and Schedules of Katherine Clupper and Peter Nissen
	Schedule FA-1 Memorandum
PWD Statement No. 3	Direct Testimony and Schedules of Black & Veatch Management Consulting
	Schedule BV-1 Reconciliation Adjustment Calculation Methodology
	Schedule BV-2 FY 2023 Rate Schedules
	Schedule BV-3 Summary Tables Reflecting Typical Customer Bill Impacts
	Schedule BV-4 Updated Financial Outlook Report for FY 2022-2027
	Schedule BV-5 White Paper Regarding Inflationary and Cost Escalation Pressures
	Schedule BV-6 Resumes of Black & Veatch team

Exhibits

PWD Exhibit 1A	Proposed Rates and Charges for FY2023
PWD Exhibit 1B	Proposed Rates and Charges for FY2023 (Redlined)
PWD Exhibit 2	Summary Fact Sheet
PWD Exhibit 3	Documents Incorporated by Reference

Summary of the Operating Budgets:

The Mayor's Operating Budget In Brief for Fiscal Year 2023, as proposed to the Council May 2022

The Mayor's Operating Budget In Brief for Fiscal Year 2022, as approved by the Council June 2021

Budget Detail:

FY22 Operating Budget Detail, Book I

FY22 Operating Budget Detail, Book II

Capital Budget:

Six Year Capital Program for Fiscal Years 2023-2028, Capital Budget for Fiscal Year 2023, Per Council

Six Year Capital Program for Fiscal Years 2022-2027, Capital Budget for Fiscal Year 2022, Per Council

Financial Reports:

Annual Financial Report (Unaudited) for Fiscal Year Ended June 30, 2021

Comprehensive Annual Financial Report, Fiscal Year Ended June 30, 2021

Comprehensive Annual Financial Report, Fiscal Year Ended June 30, 2020

Five Year Financial and Strategic Plan:

FY2022-2026 Five Year Financial Plan per Council Approved Budget - Revised October 29, 2021

FY2022-2026 Five Year Financial Plan per Council Approved Budget

Official Statements:

Official Statement, City of Philadelphia Water and Wastewater Revenue Bonds – Series 2021C (September 29, 2021)

Official Statement, City of Philadelphia Water and Wastewater Revenue Bonds – Series 2021B (June 29, 2021)

Included in Testimony and Exhibits:

2021 General Rate Proceeding

2021 Joint Petition for Partial Settlement

2021 General Rate Determination

Rate Case Settlement Reports from the Water Department

Other:

Consent Order and Agreement, June 1, 2011 (as previously filed with the Rate Board)

Lead & Copper Rule Revisions, Delay of Effective and Compliance Dates, Federal Register, Vol. 86, No. 114, June 16, 2021