Philadelphia Water, Sewer and Storm Water Rate Board 04/22/2025

1 2	PHILADELPHIA	Page 1 WATER, SEWER AND STORM WATER RATE BOARD PUBLIC HEARING
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	TM DE:	Notation No. DA HDC
5	IN RE:	Notation No. PA HRG
6		
7	DATE:	Tuesday, April 22, 2025
8	LOCATION:	In-Person Meeting One Parkway
9		18th Floor Gas Commission Hearing Room (18031)
10		Philadelphia, Pennsylvania 19102
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12	Reported by:	Ayanna Bethea Thorpe
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24	Job No.: 52966	б

Page 2 1 ATTENDANCE SONNY POPOWSKY, BOARD CHAIR 2 3 DEBRA MCCARTY, BOARD MEMBER DANIEL CANTU-HERTZLER, BOARD MEMBER 4 5 RYAN MCSHERRY, BOARD MEMBER 6 DELAND BRYANT, BOARD MEMBER MARLANE CHESTNUT, HEARING OFFICER NEAL SELLERS, COUNSEL FOR WATER DEPARTMENT 9 ANDRE DASENT, PHILADELPHIA WATER DEPARTMENT 10 GLEN ABRAMS, PHILADELPHIA WATER DEPARTMENT BROOKE DARLINGTON, WATER REVENUE BUREAU 11 12 ROBERT BALLENGER, PUBLIC ADVOCATE 13 VIKRAM PATEL, PUBLIC ADVOCATE 14 LANCE HAVER, PUBLIC OBSERVER 15 JONATHAN SZCZESNIAK, PUBLIC OBSERVER 16 MICHAEL SKIENDZIELEWSKI, PUBLIC OBSERVER 17 ALSO PRESENT: 18 ED MARKUS, BOARD CONSULTANT 19 CARL SHULTZ, PHILADELPHIA WATER DEPARTMENT 20 RENALDO HICKS, PHILADELPHIA WATER DEPARTMENT 21 ALEXANDRA ATHANASIADIS, WATER DEPARTMENT 22 ADRIANA GONZALEZ, WATER REVENUE BUREAU 23 KEITSHAWNA WILLIAMS, WATER REVENUE BUREAU 24

Philadelphia Water, Sewer and Storm Water Rate Board 04/22/2025

1	ATTENDANCE, cont'd	Page 3	3
2	CHARLOTTE EDELSTEIN, PUBLIC ADVOCATE		
3	TRAVIS GERY, PECO ENERGY CO.		
4	ADEOLU BAKARE, PHILADELPHIA LARGE USERS GROUP		
5	MATTHEW GARBER, PHILADELPHIA LARGE USERS GROUP		
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2	PROCEEDINGS	
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4	CHAIR POPOWSKY: Good afternoon,	
5	everyone. I'd like to call this public	
6	meeting, public hearing of the Philadelphia	
7	Water, Sewer and Storm Water Rate Board. To	
8	begin, I want to thank you for taking the	
9	time to attend this hearing which is being	
10	held to address the Philadelphia Water	
11	Department's request to increase its rates	
12	for service.	
13	My name is Sonny Popowsky. I am	
14	the chairman of the Philadelphia Water, Sewer	
15	and Storm Water Rate Board. With me today is	
16	my fellow Rate Board member, Deb McCarty.	
17	We are part of a five member	
18	independent volunteer board who are appointed	
19	by the Mayor and confirmed by City Council to	
20	set the rates charged by the Philadelphia	
21	Water Department for water, sewer and storm	
22	water service in the City of Philadelphia.	
23	On March 31st, 2025, the Water	
24	Department filed its formal notice of a	

Page 5 1 request to raise its rates beginning 2 September 1, 2025, and again on September 1, 2026. The amount of the increases requested by the Water Department for individual 4 customers would vary based on your water 6 usage. But for a typical water -- for a typical residential customer, the Water 8 9 Department has stated that it is seeking to 10 increase the total monthly bill by about 11.7 11 percent in September, 2025 and by an 12 additional 5.9 percent in September, 2026. 13 The formal participants to this 14 proceeding, those who have registered to 15 participate in the technical hearings are the Water Department, the Public Advocate who has 16 17 been appointed by the board to represent the 18 interests of residential and small commercial 19 customers, the Philadelphia Large Users Group 20 which is a group of large water customers, 21 the City's Revenue Bureau which is a part of 22 the City's Department of Revenue that 23 provides billing and collection functions for 24 the Water Department and administers the

Page 6 1 department's customer assistance programs, and two individual customers, Mr. Lance Haver 2 and Mr. Michael Skiendzielewski. 3 We've had a pre-hearing conference 4 under the direction of the hearing officer, 6 Ms. Marlane Chestnut, to address procedural issues and to adopt a schedule. Next month, the hearing officer 9 will hold technical hearings to examine the 10 statements and exhibits submitted by the formal participants which will be considered 11 12 and used by the hearing officer and then by 13 the Rate Board to develop the final rate 14 determination in this proceeding. 15 But the purpose of today's hearing 16 is to hear from the customers of the 17 Philadelphia Water Department with respect to 18 concerns that you may have regarding these 19 proposed rate increases. There's a sign up 20 sheet as you enter the door of the hearing room if you wish to testify or if you wish to 21 22 give a statement today. 23 And if you've not already done so -24 - (sneezes) excuse me. If you've not already

1	done	so,	I	would	ask	you	to	go	to	the	sign	up	
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- 2 sheet and print your name on the sheet. I
- 3 will call on people in the order in which
- 4 you've signed up. But even if you don't sign
- 5 up, I will try to allow everyone who wishes
- 6 to speak by the end of the hearing to do so.
- 7 In addition, if there are folks
- 8 here who would rather make your comments in
- 9 writing, you can send a letter or email to
- 10 the Rate Board anytime between today and the
- 11 close of the record on May 28th. The Rate
- 12 Board's email address is waterrateboard --
- 13 all one word -- @phila.gov.
- 14 Finally, if you have an individual
- 15 problem or question regarding your bills or
- 16 your water service that you would rather not
- 17 discuss publicly, there are representatives
- 18 of the Water Department here today who may be
- 19 able to discuss those issues with you
- 20 individually.
- 21 When it's your turn, I will call
- 22 your name. I will ask you to state and spell
- 23 your name. I will also ask you to state your
- 24 address, whether you are a customer of the

- 1 Water Department and whether you are speaking
- 2 on your own behalf or on behalf of a group.
- 3 After you make your statement, you may be
- 4 asked a clarifying question by one or more of
- 5 the formal participants.
- 6 But those questions are not to
- 7 trick or challenge you, but rather to make
- 8 sure that your position is clear for the
- 9 record. There's a court reporter here today
- 10 who will produce a transcript of this public
- 11 hearing, so please speak slowly and clearly.
- 12 I will not set a strict time limit
- on your statements, but I would ask that you
- 14 try to limit your remarks to no more than
- 15 five minutes. After you're done, you are
- 16 welcome to stay, but you certainly don't have
- 17 to. You're free to leave at any time.
- 18 Now, before hearing from members of
- 19 the public, I would ask the Water Department,
- 20 the Public Advocate, and any other formal
- 21 participants who wish to do so to introduce
- 22 yourselves and make very brief comments
- 23 regarding your role in the proceeding.
- 24 After that, I will ask if there are

Page 9 1 any public officials here who wish to make 2 any comments, and then I will open the proceeding to members of the public. 3 4 first, we will hear briefly from the Water 5 Department. 6 MR. SELLERS: Good afternoon. Neal Sellers, counsel for the Philadelphia 7 8 Water Department. And seated with me are 9 Andre Dasent, and, behind me, Brooke 10 Darlington from WRB. We also have staff from PWD and from WRB on hand to handle or help 11 12 with any customer matters. 13 Speaking today for the Water 14 Department is Deputy Commissioner Glen Abrams 15 and he will give an opening statement. 16 MR. ABRAMS: Thank you. Good 17 afternoon, everyone. My name is Glen Abrams 18 and I serve as Deputy Commissioner of 19 Communications and Engagement at the 20 Philadelphia Water Department. Today, I'm 21 speaking on behalf of the Department in this 22 proceeding. 23 We first want to thank you all for 24 joining the hearing to share your views about

Page 10 1 the rate increase request that the Water 2 Department has filed with the Philadelphia Water, Sewer and Storm Water Rate Board. 3 The Water Department provides 4 5 drinking water, sanitary sewer, and storm water services to residential, commercial and 6 institutional customers within the City. These services are essential and the 9 foundation of public health in Philadelphia. 10 As you know, we recently requested 11 an adjustment in rates and charges so that we have sufficient resources to continue current 12 13 and planned programs and to pay for 14 significantly increasing operating costs in 15 fiscal years 2026 and 2027. 16 Additional revenues are needed to 17 ensure that clean water is delivered as 18 safely and reliably as possible and that 19 wastewater treatment and storm water 20 management services meet your needs and the 21 needs of our shared environment while also 22 meeting our regulatory requirements. 23 The Water Department recognizes that any increase in rates can be a hardship, 24

Page 11 1 especially right now, but this increase is necessary to maintain essential services and 2 address the Department's current and planned 3 projects. The Water Department is not a for 4 profit corporation, and your monthly water 5 6 bill supports the work that we do, not the City budget or taxes. We are engineers, laborers, 9 scientists, customer service representatives, 10 and, most importantly, neighbors and fellow consumers of the water that every 11 12 Philadelphian depends on. 13 When we request higher rates, we 14 only request what we project will be needed 15 in the coming years, and we show our 16 customers why we are requesting these amounts 17 through this public rate setting process. 18 You can find a slide presentation on the Rate 19 Board website that helps explain why a rate 20 increase is necessary at this time. 21 Finally, we want you to know that 22 Philadelphia has robust and comprehensive 23 customer assistance programs which help low

income customers pay their bills including

Page 12 1 the Tiered Assistance Program or TAP, the Senior Citizen Discount, and other programs 2 that are more flexible than ever. 3 If you are experiencing hardship, 4 5 we want to help. You can use one application 6 for TAP, the Senior Discount, or other programs available to assist households. 8 These programs are accessible through our 9 website at www.phila.gov/water-bill-help, or 10 by calling 215-685-6300, Monday through 11 Friday, 8:00 a.m. to 5:00 p.m. 12 I would also note that if you have 13 specific billing questions or service issues 14 that you would like assistance with, that we 15 have PWD and WRB representatives to help with 16 you, and I'm just going to turn around and ask if they can raise their hands. 17 18 you. 19 And so, as we heard, the purpose of 20 today's session is to hear from you our customers. We appreciate you taking the time 21 to share your views with us today, and we 22 look forward to hearing from you. Thank you. 23

Thank you.

Mr.

CHAIR POPOWSKY:

Page 13 1 Ballenger? 2 MR. BALLENGER: Thank you. Good afternoon. My name is Robert Ballenger. 3 an attorney at Community Legal Services. 4 colleague, Vik Patel, is here with me today. 6 CLS has been appointed to serve as Public Advocate in this rate proceeding. The Public Advocate's job is to 9 independently represent the interests of residential and small commercial customers in 10 11 receiving water services at just and 12 reasonable rates. 13 I won't speak too much, just to say 14 that we really do encourage members of the 15 public to come forward, share your concerns 16 about the potential rate increases by 17 speaking here today or by providing input 18 separately to the board in writing. 19 If anyone would like more 20 information about the proposed rate increase, 21 would like to learn more about our work as Public Advocate, or would like assistance 22 providing any information to the board, we 23 24 are available to assist and you can contact

- 1 us directly. Our phone number is 215-227-
- 2 9988. And we can be reached by email at
- 3 publicadvocate -- all one word -- @C-L-S-P-H-
- 4 I-L-A.org. Thank you.
- 5 CHAIR POPOWSKY: Thank you. I see
- 6 Mr. Haver is here. Are there any other
- 7 participants who want to just make an opening
- 8 statement? In that case now, please go
- 9 ahead, Mr. Haver.
- 10 MR. HAVER: Hi. Good afternoon.
- 11 My name is Lance Haver, a participant, which
- 12 means I get all the rate filings, I have the
- 13 right to do discovery, and I have the right
- 14 to talk to you. So, again, thank you very
- 15 much for showing up. And it's my sad burden
- 16 to tell you that these hearings are a farce.
- 17 The last six rate increases have
- 18 all been decided by the Public Advocate and
- 19 the Water Department's lawyers meeting, they
- 20 say, privately, I say, secretly behind closed
- 21 doors, and agreeing to rate increases year
- 22 after year after year after year after year.
- 23 Please don't be fooled by the words
- 24 of the Water Department or the Public

- 1 Advocate. The Public Advocate doesn't
- 2 represent you. He does not have a client
- 3 relationship with the public. The Water Rate
- 4 Board, Mr. Popowsky is the chair of it, hires
- 5 it, and it answers to -- the Public Advocate
- 6 only answers to Mr. Popowsky and his fellow
- 7 commissioners, not to any of us.
- 8 The advocate has agreed to every
- 9 single rate increase in the past six years.
- 10 The Water Department is hiding the size of
- 11 this rate increase. It says they're asking
- 12 for a rate increase, but it's not telling us
- 13 it's also asking in a different proceeding
- 14 for a rate adjustment.
- 15 The rate adjustment, we pay. The
- 16 rate increase, we pay. We pay both, but they
- 17 won't tell you that. If you ask them
- 18 directly, they won't deny it but they won't
- 19 tell you. Here's the game that goes on. The
- 20 Water Department isn't dumb. They're not
- 21 stupid. They always ask for more than what
- 22 they want.
- 23 Then they get to hire lawyers, they
- 24 got consultants who at least seven of them

04/22/2025 Page 16 1 are paid hundreds of thousands of dollars, and the hearing examiner, and even the public 2 advocates have the public trough (phonetic) 3 with a paycheck. 4 They hold show hearings like this. 6 Then in secret, they call it private. 7 Water Department, the Rate Board's lawyers, get together without any of us in the room 8 9 and set it. The Water Department gets the 10 rate increase they really wanted all along. 11 Ratepayers are given the bill for 12 the well paid lawyers, up to \$700 an hour 13 according to Mr. Dasent's file, consultants, 14 hundreds of thousands of dollars each, and 15 the hearing examiner, and, of course, the 16 public advocates at the trough as well. 17 been happening for six years and it will 18 happen again this year unless the City 19 Council intervenes. 20 It's easy to see how far our 21 concerns are not considered. Every one of us 22 wants the Water Department to run

efficiently, to improve its operations, to

save money where it can. Yet of the seven

23

Page 17 1 consultants that the Water Department hires and the consultants that the Public Advocate 2 hires, none of them are tasked with finding 3 ways to lower cost or improve operations. 4 They're all tasked with looking 6 only at numbers and not what they operate. Here's a clear example. PGW, Philadelphia Gas Works is also municipally owned. Most of us live in row homes with meters 20 foot apart, yet the Water Department and the Gas 10 11 Works have separate billing, separate 12 collections, separate metering. If they combine them, that would 13 14 simply save us money. They will not even 15 look at that issue during these hearings. 16 If you're concerned about the rate 17 hike. If you'd like to see the Water 18 Department improve, if you'd like to see them 19 use their resources to hire locally to create 20 living wage jobs so not so many of us are struggling economically, the only way to do 21 22 that is through our elected officials in City 23 Council.

Mr. Popowsky, the so called Public

- 1 Advocate, are going to turn their backs on
- 2 us. They're not going to listen. And, in
- 3 fact, during discovery I asked that specific
- 4 question, "How many local companies does the
- 5 Water Department contract with?" And the
- 6 answer was they don't know. It's too
- 7 complicated to find out.
- 8 Again, thank you for coming. I'm
- 9 sorry to be the bearer of bad news, but these
- 10 hearings are a farce every year, year after
- 11 year after year after year after year.
- 12 Despite what the public says, they raise
- 13 rates behind closed doors and then claim that
- 14 they've done us the service. Thank you.
- 15 By the way, I am filming. If
- 16 anyone would like to testify or chooses not
- 17 to be filmed, just let me know and I'll turn
- 18 the camera off.
- 19 CHAIR POPOWSKY: Thank you, Mr.
- 20 Haver. Are there any public officials here
- 21 who wish to speak? In that case, could
- 22 someone bring up the sign in sheet?
- MS. MCCARTY: I'm not sure
- 24 everyone's signed. Did you ladies sign in

1		e 19
2	CHAIR POPOWSKY: Oh, I'm sorry.	
3	MS. MCCARTY: Yeah. They haven't	
4	signed in.	
5	CHAIR POPOWSKY: Yeah.	
6	MS. MCCARTY: These two ladies in	
7	the front here.	
8	MR. BALLENGER: They're both	
9	attorneys from the City.	
10	MS. MCCARTY: Oh, sorry.	
11	MR. BALLENGER: They're both	
12	attorneys for the city. There's nobody	
13	signed up	
14	CHAIR POPOWSKY: Oh. Oh, we had	
15	one sign up but then crossed your name out.	
16	Would you like to speak?	
17	MR. SZCZESNIAK: Aye.	
18	CHAIR POPOWSKY: Could you	
19	MR. SZCZESNIAK: Yeah. Hello, my	
20	name is Jonathan Szczesniak.	
21	CHAIR POPOWSKY: Could you please	
22	come up?	
23	MR. SZCZESNIAK: Hello, my name is	
24		

Page 20 1 speak. I thought it was a sign in for --CHAIR POPOWSKY: Oh, I apologize. 2 3 Thank you. Well, hey, does anyone Okay. 4 else, any other members of the public wish to 5 speak at the hearing? We do have another 6 hearing of which I expect more folks at a virtual hearing this evening, another virtual hearing tomorrow afternoon, and an in-person 8 9 hearing at 3600 North Broad Street at the --10 MS. MCCARTY: Zion Baptist Church. 11 CHAIR POPOWSKY: -- Zion Baptist 12 So if you know folks who do wish to 13 speak and attend the hearing, please let them 14 know. Did you have any --15 MS. MCCARTY: No. 16 CHAIR POPOWSKY: Okay. If there's 17 nothing further, we will resume the hearing 18 at 6 o'clock tonight via Zoom and hope folks 19 will be able to join us then. Thank you. 20 21 22 23 24

1	Page 21 CERTIFICATE OF DIGITAL REPORTER
2	
3	I, AYANNA BETHEA THORPE, a Digital Reporter
4	and Notary Public within and for the State of
5	Pennsylvania, do hereby certify:
6	
7	That the foregoing proceeding hereinbefore
8	set forth was accurately captured with annotations
9	by me during the proceeding.
10	
11	I further certify that I am not related to
12	any of the parties to this action by blood or
13	marriage, and that I am in no way interested in
14	the outcome of this matter.
15	
16	IN WITNESS THEREOF, I have hereunto set my
17	hand this 22nd day of April, 2025.
18	
19	Ost-Anno.
20	GRENI OFFICE
21	Ayanna Bethea Thorpe, Notary Notary Commission RON/NJ 50119412
22	Commission Expires: January 2, 2030
23	
24	
1	