

Information Requirements for
Infrastructure Improvement Surcharge Filings
Case No. 22-771-WS-ORD

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II. Minimum information filing requirements:

(A) The company must file the following information as part of its application:

- (1) Testimony in support of the application.
- (2) An identification of service areas.
- (3) A proposed legal notice that includes:
 - (a) A summary of the effect of the application on ratepayers.
 - (b) The name, case number, and filing date of the proceeding before the Commission.
 - (c) A statement that interested parties may request a copy of the application from the applicant or may obtain a copy from the Commission's web site, along with a toll-free

telephone number for the applicant and the web site address for the Commission.

- (d) A statement that comments may be provided to the Commission. A space should be left in the statement so that the Commission can insert the deadline for filing comments.
- (B) A certificate of service of the application for the chief executive of each municipal corporation, the board of township trustees of each township, the board of county commissioners of each county in which affected customers are located, and each party to the applicant's last rate or surcharge case.
- (C) The company must provide the following schedules:
- (1) Schedule 1 - Revenue Requirement

Provide a jurisdictional financial summary schedule showing the proposed rate base, pre-tax rate of return, and depreciation expense to arrive at a revenue requirement for the infrastructure improvement surcharge.
 - (2) Schedule 2 - Plant Additions

List eligible infrastructure additions by major property grouping, account, and by month. Eligible infrastructure additions for waterworks and sewage disposal system companies are outlined in division (c) of section 4909.172 of the Revised Code. Such additions must be traceable directly to the general ledger and/or continuing property records, and are used and useful at date certain.
 - (3) Schedule 3 - Original Cost Retired

List original cost of plant retired, of which there is an eligible replacement, by major property grouping, account, and by month. Such infrastructure is limited to what is identified above under Schedule 2, Plant Additions. Such costs must be traceable directly to the general ledger and/or continuing property records.
 - (4) Schedule 4 - Provision for Depreciation

List infrastructure provision for depreciation by eligible related plant account and by month. Such infrastructure is limited to what is identified above under Schedule 2, Plant Additions. Such costs must be traceable directly to the general ledger and/or continuing property records.

(5) Schedule 5 – Annualized Depreciation Associated with Additions

Provide the most recent balance of eligible plant additions by major property grouping and account from Schedule 2, Plant Additions, as required to compute depreciation expense. Also, include all applicable current book accrual rates.

(6) Schedule 6 - Annualized Reduction in Depreciation for Retirements

Provide all information as requested on this schedule. This includes the most recent original cost balance of retired plant, of which there is an eligible replacement, by major property grouping and account from Schedule 3, Original Cost Retired, as required to compute depreciation expense. Also, include all applicable current book accrual rates.

(7) Schedules 7a and 7b – Rate of Return

If the date certain proposed in this proceeding is not later than three years from the date that the company's existing rates and tariffs went into effect, prepare Schedule 7 on the basis of the company's last rate case. If the time exceeds three years, prepare a proposed rate of return summary schedule as of the date certain or the most recent available historic calendar quarter showing the calculation of the weighted average cost of capital as illustrated in Schedule 7, lines 1-4.

Also, provide supporting schedules as of the date certain or the most recent available historic calendar quarter for the following:

- Embedded cost of long-term debt, if any, Schedule 7a.
- Embedded cost of preferred stock, if any, Schedule 7b. (Cost is computed by dividing dividends by net proceeds from the sale of each preferred stock issue.)

(8) Schedules 8a and 8b - Net Operating Income Return on Rate Base

Schedule 8, with the supporting sub-schedule, calculates the operating income return on rate base using operating income for the year ending the same month as that used for the determination of rate base balance. Surcharges for infrastructure improvements will be limited to the extent that they will not be expected to result in excess profits being earned by the company, excess profits being defined as returns on equity from regulated activities in excess of those described above. If a surcharge is granted by the Commission, the company's actual and pro forma profitability will be reviewed on an annual basis to determine

whether a reduction or elimination of such surcharge or subsequent surcharges is required by this restriction.

During the time the surcharge is in effect, the company will file Schedule 8 annually under the surcharge docket and concurrent with the company's filing of its annual report to the Commission using information for the most recent calendar year. Should the surcharge ultimately be eliminated, it will no longer be necessary to provide this information.

(9) Schedule 9 – Tariffs

Provide a copy of the current tariff schedule and a copy of the proposed tariff surcharge schedule, marked up and coded to illustrate all proposed changes.

(10) Schedule 10 – Revenue Distribution

Demonstrate that, within any single tariff, the surcharge does not exceed the percentages set forth in section 4909.172 of the Revised Code for the rate and charges applicable to the affected customer class and in effect on the date the application was filed. Provide all supporting work papers.

Demonstrate that the allowed percentage increase has been distributed uniformly to each affected customer class. Provide all supporting work papers.

Surcharge revenues on Schedule 10 equals the revenue requirement shown on Schedule 1.

(11) Schedule 11 – Customer Notice

Provide a copy of the proposed customer notice to be contained with or on the customer's first bill containing the surcharge.

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Schedule 1

THE WATER COMPANY
Case No. 00-00-WW-SIC

Annualized Revenue Requirement

<u>Line No.</u>			
1	<u>Return on Investment</u>		
2	Plant In-Service		
3	Additions	\$0	Schedule 2, Ln. 0
4	Original Cost Retired	0	Schedule 3, Ln. 0
5	Net Plant In-Service (3 - 4)	0	
6	Less: Accumulation Provision for Depreciation		
7	Depreciation Expense	\$0	Schedule 4, Ln. 0
8	Original Cost Retired	0	Schedule 3, Ln. 0
9	Total Accumulated Provision for Depreciation (7 - 8)	0	
10	Net Rate Base	0	
11	Pre-tax Rate of Return	0.00%	Schedule 7
12	Annualized Return on Rate Base (10 x 11)	0	
	<u>Operating Expenses</u>		
13	Annualized Provision for Depreciation For Additions	0	Schedule 5, Ln. 0
14	Annualized Reduction in Depreciation For Retirements	0	Schedule 6, Ln. 0
15	Annualized Revenue Requirement (12 + 13 - 14)	\$0	

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Schedule 4

THE WATER COMPANY
 Case No. 00-00-WW-SIC

Provision For Depreciation

Line No.	Acct. No.	0/01/00	0/01/00	0/01/00	0/01/00	0/01/00	0/01/00	0/01/00	0/01/00	0/01/00	0/01/00	0/01/00
1	<u>Account No. / Description</u>											
2	Additions for the Month (a)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3	Depreciation Rate (b)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
4	Calculated Depreciation Expense (2 x 3)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5	Adjustments (c)	0	0	0	0	0	0	0	0	0	0	0
6	Reserve Calculation (4 + 5)	0	0	0	0	0	0	0	0	0	0	0
7	Cumulative Provision For Depreciation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

- (a) Schedule 2, Cumulative
- (b) Current Depreciation Accrual Rate / 12 To Arrive At Monthly Depreciation Accrual Rate
- (c) If Necessary

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Schedule 5

THE WATER COMPANY
Case No. 00-00-WW-SIC

Annualized Depreciation Associated With Additions

<u>Line No.</u>	<u>Acct. No.</u>	<u>Description</u>	Plant In Service Balance At <u>0/01/00</u> (a)	Accrual <u>Rates</u> (b)	Depreciation <u>Expense</u> (c)
1		Property Grouping			
2		Account	\$0		\$0
3		Account	0		0
4		Total (2+3)	0		0
5		Grand Total	\$0		\$0

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

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Schedule 6

THE WATER COMPANY
Case No. 00-00-WW-SIC

Annualized Reduction in Depreciation For Retirements

Line No.	Acct. No.	<u>Description</u>	Plant In Service Balance At <u>0/01/00</u> (a)	Accrual Rates (b)	Depreciation Expense (c)
1		Property Grouping			
2		Account	\$0		\$0
3		Account	0		0
4		Total (2+3)	0		0
5		Grand Total	\$0		\$0

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

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Schedule 7

THE WATER COMPANY
Case No. 00-00-WW-SIC

Pre-Tax Return Summary

Line No.	<u>Class of Capital</u>	<u>Reference</u>	(\$) <u>Amount</u>	% of <u>Total</u>	(% <u>Cost</u>	Weighted Cost (%)	<u>Gross-Up</u>	Pre-Tax <u>Cost %</u>
1	Long Term Debt		\$0	0.00%	0.00%	0.00%	(a)	0.00%
2	Preferred Stock		0	0.00%	0.00%	0.00%	(b)	0.00%
3	Common Equity		<u>\$0</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	(b)	<u>0.00%</u>
4	Total Capital (1 + 2 + 3)		\$0	0.00%	0.00%	0.00%		0.00%

Note: Prepare this schedule on the basis of the last base rate case. If the date certain proposed is not later than three years from the date that the company's existing rates and tariffs went into effect, prepare this schedule on the basis of the company's last rate case. If the time exceeds three years, prepare a proposed rate of return schedule as of the date certain or most recent available historic calendar quarter showing the calculation of the weighted average cost of capital.

(a) $1 / (1 \text{ Minus Gross Receipts or Franchise Tax})$

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

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Schedule 8

THE WATER COMPANY
Case No. 00-00-WW-SIC

Calculation of Earned Rate of Return

Line No.	Acct. No.		
1		<u>Calculation of Net Operating Income Return on Rate Base</u>	
2	101	Plant in Service	\$0
3	108	Depreciation Reserve	0
4		Net Plant in Service (2 - 3)	0
5		Working Capital *(a)	0
6		Other Rate Base Items (a)	0
7		Rate Base (4 + 5 + 6)	0
8		<u>Operating Income Statement</u>	
9	400	Operating Revenues	0
10	401-402	Operation and Maintenance Expenses	0
11	403-407	Depreciation & Amortization Expense	0
12	408.1	Taxes Other Than Income - Utility Operating Income	0
13	409.1 - 412.2	Income Taxes - Utility Operating Income	0
14		Net Operating Income (9 - 10 - 11 - 12 - 13)	\$0
15		Net Operating Return On Rate Base (14 / 7)	

* Enter Zero, If Not working Capital Was Approved in Company's Last Base Rate Case.
(a) Schedule 8a

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Schedule 8a
THE WATER COMPANY
Case No. 00-00-WW-SIC

Working Capital & Other Rate Base Items

<u>Working Capital</u>		
(1)	Operation & Maintenance Expense (a)	\$0
(2)	Expense Lag Dollars (1)/8	0
(3)	Materials & Supplies (b)	0
(4)	¼ of Operating Taxes (c)	0
(5)	Working Capital (2) + (3) - (4)	\$0
(a) Annual Report, Schedule 5		
(b) Annual Report, Schedule 4		
(c) Represents ¼ of Taxes Other Than Income Taxes & Current Federal Income Taxes Excluding FICA and .75% of the Ohio Gross Receipts Tax		
<u>Other Rate Base Items</u>		
(1)	Customers' Deposits (a)	\$0
(2)	Unclaimed Funds (b)	0
(3)	Customer's Advances For Construction (b)	0
(4)	Contributions in Aid of Construction (a)	0
(5)	Investment Tax Credits (b)	0
(6)	Deferred Federal Income Taxes (a)	0
(7)	Other (b)	0
(8)	Other Rate Base Items (1) Thru (7)	\$0
(a) Annual Report Schedule 4		
(b) Refer to Annual Report for Detail		