

SAUL EWING

LLP

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January 16, 2024

VIA E-Filing and E-Mail

Honorable Sherri Golden
New Jersey Board of Public Utilities
44 South Clinton Avenue, Suite 314
P.O. Box 350
Trenton, NJ 08625-0350
sherri.golden@bpu.nj.gov
board.secretary@bpu.nj.gov

RE: In the Matter of Aqua New Jersey, Inc.'s
2022 Distribution System Improvement Charge Foundational Filing
BPU Docket No. WR22050360

Dear Secretary Golden:

Aqua New Jersey, Inc. ("Aqua NJ") submitted a Foundational Filing in the above-referenced docket, which was approved by the New Jersey Board of Public Utilities ("Board") by Order dated December 21, 2022, effective December 28, 2022.

In accordance with the Board's Order and N.J.A.C. 14:9-10.5(b), enclosed please find Aqua NJ's Distribution System Improvement Charge ("DSIC") calculation for the July 1, 2023 through December 31, 2023 DSIC Recovery Period.

Please note that the Tariff No. 18 – Water Supplement First Revised Sheet No. 21 will remain in effect as of March 1, 2024, pursuant to N.J.A.C. 14:9-10.5.

Should you have any questions, please feel free to contact me. Thank you for your attention to this matter.

Sincerely,


Courtney L. Schultz

Encl.
Cc: Service List

SERVICE LIST

In the Matter of Aqua New Jersey Inc.'s
2022 Distribution System Improvement Charge Foundational Filing
BPU Docket No. WR22050360

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Aqua New Jersey, Inc.
Distribution System Improvement Charge Calculation - 6 Month DSIC Filing
Docket No. WR22050360

DSIC Recovery Period: July 1, 2023 to December 31, 2023

| | Jan 2023 - June 2023 | Total 12 months ending Dec 2023 | |
|---|-------------------------|------------------------------------|-----|
| Eligible Investment (Qualified DSIC Additions to UPIS During DSIC Period) | \$ 16,488,971 | \$ 19,439,884 | (A) |
| Less: Accumulated Depreciation | \$ (111,334) | \$ (242,593) | (B) |
| Less: Deferred Tax | \$ (11,247) | \$ (13,259) | (C) |
| Eligible Net Investment (Net DSIC Additions to UPIS During DSIC Period) | \$ 16,366,390 | \$ 19,184,031 | |
| Times Pre-Tax Rate of Return | 8.63% | 8.63% | (D) |
| Pre-Tax Return on Investment | \$ 1,412,535 | \$ 1,655,717 | |
| Add Depreciation | \$ 445,337 | \$ 525,036 | |
| Under/(Over) Recovery | \$ - | \$ 6,893 | (G) |
| Revenue Recovery | \$ 1,857,872 | \$ 2,180,754 | |
| Revenue Factor | \$ 1.1721348 | \$ 1.1721348 | (E) |
| Current DSIC Revenue Requirement Recovery Amount - Annual | \$ 2,177,677 | \$ 2,556,137 | |
| DSIC Rate Calculated | 5.01% | 5.88% | |
| Actual/Max DSIC Revenue Requirement Recovery Amount - Annual | \$ 2,173,362 | \$ 2,173,362 | (F) |
| Max DSIC Rate To Be Applied | 5.00% | 5.00% | |
| Effective Date of New DSIC Charge | 8/28/2023 | 3/1/2024 | |

| | Plant Balances as of 12/31/2022 | Depreciation Rate | DSIC Base Spending Requirement | DSIC Base Spending Jan 2023 - June 2023 | DSIC Base Spending July 2023 - Dec 2023 | Remaining DSIC Base Spending Requirement |
|---------------------------|------------------------------------|----------------------|--------------------------------------|--|--|--|
| Account #343: Mains | \$ 171,580,178 | 2.15% | \$ 3,688,974 | | | |
| Account #345: Services | \$ 55,992,929 | 3.87% | \$ 2,166,926 | | | |
| Account #348: Hydrants | \$ 11,400,432 | 3.00% | \$ 342,013 | | | |
| | \$ 238,973,539 | | \$ 6,197,913 | | | |
| CIAC & CAC Mains | \$ (58,796,256) | 2.23% | \$ (1,311,157) | | | |
| CIAC & CAC Services | \$ (1,102,068) | 4.55% | \$ (50,144) | | | |
| CIAC & CAC Hydrants | \$ (38,240) | 3.00% | \$ (1,147) | | | |
| | \$ (59,936,563) | | \$ (1,362,448) | | | |
| Base Spending Requirement | | | \$ 4,835,465 | \$ 3,000,000 | \$ 1,835,465 | \$ 0 |

Date of Foundational Filing Submission 5/31/2022

Date of Most Recent BPU Annual Report at the time the Foundational Filing was Submitted 12/31/2021

Date of BPU Report Used for the Base Spending Calculation Above as per the Company's last Base Rate Case* 12/31/2022

Note: The above amounts agree to Aqua New Jersey Inc.'s 2022 Annual report to the BPU. The depreciation rates utilized were approved in Docket No. WR18121351

| | Jan 2023 - June 2023 | July 2023 - Dec 2023 | Total 12 months ending Dec 2023 |
|---|----------------------|----------------------|---------------------------------|
| (A) - Includes six months actual DSIC eligible projects closed to UPIS during DSIC Period | \$ 16,488,971 | \$ 2,950,913 | \$ 19,439,884 (A) |

| | Jan 2023 - June 2023 | July 2023 - Dec 2023 | |
|--|----------------------|----------------------|-----|
| (B) - Accumulated Depreciation: | | | |
| DSIC Eligible projects closed to UPIS | \$ 16,488,971 | \$ 2,950,913 | |
| Composite Depreciation rate | 2.70% | 2.70% | |
| Annual Depreciation Expense | \$ 445,337 | \$ 79,699 | |
| 1/2 Year Convention (for first 6 months) | \$ 111,334 | \$ 19,925 | |
| Running Accumulated Depreciation Total | \$ 111,334 | \$ 242,593 | (B) |

| | Jan 2023 - June 2023 | July 2023 - Dec 2023 | |
|---|----------------------|----------------------|-----|
| (C) - Deferred Taxes: | | | |
| DSIC-eligible projects closed to UPIS | \$ 16,488,971 | \$ 2,950,913 | |
| MACRS rate for 1st year water plant | 4.00% | 4.00% | |
| Tax Depreciation 1st year | \$ 164,890 | \$ 29,509 | |
| Book Depreciation | \$ 111,334 | \$ 19,925 | |
| Tax Depreciation Greater than Book | \$ 53,555 | \$ 9,584 | |
| Deferred Taxes at 21% | \$ 11,247 | \$ 2,013 | |
| Running Accumulated Deferred Taxes at 21% Total | \$ 11,247 | \$ 13,259 | (C) |

| | Ratios | Cost Rate | Weighted AVG Cost of Capital | Pre-Tax Rate of Return (Pre Tax Reform) | Pre-Tax Rate of Return (Post Tax Reform) |
|-------------------------------|---------|-----------|------------------------------|---|--|
| (D) - Pre-Tax Rate of Return: | | | | | |
| Long Term Debt | 47.00% | 4.66% | 2.19% | 2.19% | 2.19% |
| Common Equity | 53.00% | 9.60% | 5.09% | 7.83% | 6.44% |
| Subtotal Return on Rate Base | 100.00% | | 7.28% | 10.02% | 8.63% (D) |

| | |
|---|--|
| (E) - Revenue (Gross-up Factor) | \$ 1.1721348 (E) |
| Dollar of Revenue | \$ 1.0000000 |
| Less: GRT Tax | (0.1406250) (per most recent assessment) |
| Less: Bad Debts | (0.0035980) (per most recent base rate case) |
| Less: BPU Assessment | (0.0021304) (per most recent assessment) |
| Less: DRC Assessment | (0.0005023) (per most recent assessment) |
| Revenue remaining after taxes, bad debts, and assessments | \$ 0.8531442 |

| | Jan 2023 - June 2023 | July 2023 - Dec 2023 | |
|--|----------------------|----------------------|-----|
| (F) - Revenue Requirement Recovery Amount: | | | |
| Total Annual Revenues Established in Last Base Rate Case | \$ 43,467,248 | \$ 43,467,248 | |
| DSIC Cap Percentage | 5.00% | 5.00% | |
| DSIC Revenue Requirement Recovery Amount Cap | \$ 2,173,362 | \$ 2,173,362 | |
| Current DSIC Revenue Requirement Recovery Amount - Annual | \$ 2,177,677 | \$ 2,556,137 | |
| Actual/Max DSIC Revenue Requirement Recovery Amount - Annual | \$ 2,173,362 | \$ 2,173,362 | (F) |

| | |
|---|--------------|
| (G) - (Over)/Under Recovery Amount: | |
| Allowed DSIC Revenue Requirement Recovery Amount - Annual | \$ 2,173,362 |
| Allowed DSIC Revenue Requirement Recovery Amount - Monthly | \$ 181,114 |
| Allowed DSIC Revenue Requirement Recovery Amount - Daily | \$ 5,954 |
| Allowed DSIC Revenue Requirement Recovery Amount | \$ 744,302 |
| Actual DSIC Revenue Requirement Recovery Amount Received | \$ 737,461 |
| (Over)/Under Recovery Amount | \$ 6,841 |
| (Over)/Under Recovery Amount including WACC Interest at 7.48% on (Over) Recovery Only | \$ 6,893 (G) |

Aqua New Jersey, Inc.
Monthly DSIC Revenue Surcharge at
Jan 2023 - June 2023
Docket No. WR22050360

Applicable to General Metered Service and Private Fire Sprinkler Connections noted below:

| | |
|--|----------------|
| DSIC Eligible Revenues | \$43,467,248 * |
| Annual DSIC Revenue Surcharge at 5.00% | \$2,173,362 |
| Annual Assessment per Meter Equivalent at 5.00% | \$31.42 |
| Monthly Assessment per Meter Equivalent at 5.00% | \$2.62 |

| Class | Size | Customers | Meter Equivalents | Monthly DSIC Assessment \$ | Weighted Meter Equivalents | Monthly DSIC Assessment Revenues at 5.00% |
|-------------------------|-----------------------|---------------|----------------------|-------------------------------|----------------------------------|---|
| Residential | | | | | | |
| | 5/8x3/4" | 45,072 | 1.0 | \$2.62 | 45,072 | \$118,089 |
| | 3/4" | 5,579 | 1.5 | \$3.93 | 8,369 | \$21,925 |
| | 1" | 918 | 2.5 | \$6.55 | 2,295 | \$6,013 |
| | 1-1/2" | 144 | 5.0 | \$13.10 | 720 | \$1,886 |
| | 2" | 153 | 8.0 | \$20.96 | 1,224 | \$3,207 |
| | 3" | 5 | 15.0 | \$39.30 | 75 | \$197 |
| | 6" | 1 | 50.0 | \$131.00 | 50 | \$131 |
| | 8" | 1 | 80.0 | \$209.60 | 80 | \$210 |
| | Total Base RES | 51,873 | | | 57,885 | \$151,657 |
| Commercial | | | | | | |
| | 5/8x3/4" | 1,294 | 1.0 | \$2.62 | 1,294 | \$3,390 |
| | 3/4" | 159 | 1.5 | \$3.93 | 239 | \$625 |
| | 1" | 351 | 2.5 | \$6.55 | 878 | \$2,299 |
| | 1-1/2" | 179 | 5.0 | \$13.10 | 895 | \$2,345 |
| | 2" | 494 | 8.0 | \$20.96 | 3,952 | \$10,354 |
| | 3" | 40 | 15.0 | \$39.30 | 600 | \$1,572 |
| | 4" | 21 | 25.0 | \$65.50 | 525 | \$1,376 |
| | 6" | 5 | 50.0 | \$131.00 | 250 | \$655 |
| | 8" | 10 | 80.0 | \$209.60 | 800 | \$2,096 |
| | Total Base COM | 2,553 | | | 9,433 | \$24,712 |
| Industrial | | | | | | |
| | 5/8x3/4" | 10 | 1.0 | \$2.62 | 10 | \$26 |
| | 3/4" | 1 | 1.5 | \$3.93 | 2 | \$4 |
| | 1" | 1 | 2.5 | \$6.55 | 3 | \$7 |
| | 1-1/2" | 3 | 5.0 | \$13.10 | 15 | \$39 |
| | 2" | 14 | 8.0 | \$20.96 | 112 | \$293 |
| | 3" | 0 | 15.0 | \$39.30 | 0 | \$0 |
| | 4" | 7 | 25.0 | \$65.50 | 175 | \$459 |
| | 6" | 2 | 50.0 | \$131.00 | 100 | \$262 |
| | 8" | 1 | 80.0 | \$209.60 | 80 | \$210 |
| | 10" | 0 | 115.0 | \$301.30 | 0 | \$0 |
| | Total Base IND | 39 | | | 497 | \$1,300 |
| Public Authority | | | | | | |
| | 5/8x3/4" | 20 | 1.0 | \$2.62 | 20 | \$52 |
| | 3/4" | 0 | 1.5 | \$3.93 | 0 | \$0 |
| | 1" | 3 | 2.5 | \$6.55 | 8 | \$20 |
| | 1-1/2" | 10 | 5.0 | \$13.10 | 50 | \$131 |
| | 2" | 56 | 8.0 | \$20.96 | 448 | \$1,174 |
| | 3" | 4 | 15.0 | \$39.30 | 60 | \$157 |
| | 4" | 3 | 25.0 | \$65.50 | 75 | \$197 |
| | 6" | 9 | 50.0 | \$131.00 | 450 | \$1,179 |
| | 8" | 3 | 80.0 | \$209.60 | 240 | \$629 |
| | Total Base PUB | 108 | | | 1,351 | \$3,538 |
| Totals | | | | | | |
| | | 54,573 | | | 69,166 | \$181,207 |
| | | | | | | \$ 2,174,485 |

* Note: DSIC Eligible Revenues as settled in the Company's last base rate case stipulation. Docket No. WR18121351

Aqua New Jersey, Inc.
Detailed Project Listing - DSIC Eligible Spend and Base Spend Requirement
DSIC Recovery Period: January 31, 2023 to June 30, 2023

| DSIC Spend | | | | | | | | | |
|---|----------------|--------------------------|-------------------|-----------------|----------------|---|-----------------|--|------------------|
| Foundational Filing Information | | | | | Actuals | | | | |
| Category | Project Number | Project Description | Construction Year | Estimated Costs | Project Number | Project Description | In Service Date | Costs Placed in Service Jan 2023 - June 2023 | |
| Lead Service Line Renewal Services | N/A | N/A | 2022/2023 | | Various | Lead Service Line Renewal Services | Monthly | \$ | - |
| Blanket Renewal Services - Regular | N/A | N/A | 2023 | \$ 3,975,000 | Various | Blanket Renewal Services - Regular | Monthly | \$ | 198,691 |
| Blanket Replaced/Relocated Hydrants | N/A | N/A | 2023 | \$ 297,500 | Various | Blanket Replaced/Relocated Hydrants | Monthly | \$ | 193,235 |
| Blanket Valve Replacements | N/A | N/A | 2023 | \$ 340,000 | Various | Blanket Valve Replacements | Monthly | \$ | 146,053 |
| Hydraulic Improvement Project List | 100000088 | Hughes Drive, Applegate | 2023 | \$ 1,056,644 | 100000088 | WMR Hughes Drive, Applegate | September-23 | \$ | 1,031,937 |
| Hydraulic Improvement Project List | 100000079 | WMR Church St Bloomsbury | 2023 | \$ 306,140 | 100000079 | WMR WMR Church St Bloomsbury | April-23 | \$ | 422,405 |
| Hydraulic Improvement Project List | 100000077 | WMR Lyndale St | 2023 | \$ 314,894 | 100000077 | WMR WMR Lyndale St | April-23 | \$ | 516,866 |
| Hydraulic Improvement Project List | 100000078 | WMR Reese Ct | 2023 | \$ 284,493 | 100000078 | WMR WMR Reese Ct | March-23 | \$ | 441,726 |
| Total DSIC Spend | | | | | | | | \$ | 2,950,913 |

| Base Spend | | | | | | | | | |
|---|----------------|---------------------|-------------------|-----------------|----------------|---|-----------------|--|------------------|
| Foundational Filing Information | | | | | Actuals | | | | |
| Category | Project Number | Project Description | Construction Year | Estimated Costs | Project Number | Project Description | In Service Date | Costs Placed in Service Jan 2023 - June 2023 | |
| Lead Service Line Renewal Services | N/A | N/A | 2022/2023 | | Various | Lead Service Line Renewal Services | Monthly | \$ | 1,208,570 |
| Blanket Renewal Services - Regular | N/A | N/A | 2023 | \$ 3,975,000 | Various | Blanket Renewal Services - Regular | Monthly | \$ | 626,895 |
| Total Base Spend | | | | | | | | \$ | 1,835,465 |

Total Closed during DSIC Recovery Period: \$ 4,786,378

Aqua New Jersey
Service/Valve, Hydrant Renewal and Main Break List

| Project Type | Township | Original Size | Original Material | Age/Era | Length | Proposed Size | Proposed Material | Estimated In Service Date | Estimated Cost | Performance Criteria | In Service Date | DSIC Costs Placed in Service July 1, 2023 - December 31, 2023 | Base Spending Placed in Service July 1, 2023 - December 31, 2023 |
|---------------------------|------------------------------------|---------------|-------------------|---------|--------|---------------|-------------------|---------------------------|----------------|----------------------|-----------------|---|---|
| Service Replacements | Northern (Including all Townships) | 3/4" - 2" | Various | Various | 18000 | 1" - 2" | Copper | July 2023-Dec 2023 | 300,000 | Replacements | Various | \$ 52,357 | \$ 626,895 |
| Lead Service Replacements | Northern (Including all Townships) | 3/4" - 2" | Various | Various | | 1" - 2" | Copper | July 2023-Dec 2023 | 1,200,000 | Replacements | Various | \$ - | \$ 789,666 |
| Service Replacements | Central (Including all Townships) | 3/4" - 2" | Various | Various | 15000 | 1" - 2" | Copper | July 2023-Dec 2023 | 300,000 | Replacements | Various | \$ (65,413) | |
| Lead Service Replacements | Central (Including all Townships) | 3/4" - 2" | Various | Various | | 1" - 2" | Copper | July 2023-Dec 2023 | 300,000 | Replacements | Various | \$ - | \$ 418,904 |
| Service Replacements | Southern (Including all Townships) | 3/4" - 2" | Various | Various | 15000 | 1" - 2" | Copper | July 2023-Dec 2023 | 500,000 | Replacements | Various | \$ 167,159 | |
| Service Replacements | Eastern (Including all Townships) | 3/4" - 2" | Various | Various | 5000 | 1" - 2" | Copper | July 2023-Dec 2023 | 50,000 | Replacements | Various | \$ 44,588 | |
| 2023 Subtotal | | | | | | | | | | | | \$ 198,691 | \$ 1,835,465 |
| | | | | | | | | | | | | | |
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Central Division includes Hamilton, Hamilton Square Chesterfield, Robbinsville, Lawrenceville, Lawrence, Wrightstown Upper Freehold and North Hanover Townships.
Northern Division includes Phillipsburg, Lopatcong, Pohatcong, Greenwich, Bloomsbury, Stewartsville, Harmony, Califon, Vernon, Hardyston, Green, Gredon, Holland, Washington, Fredon and Lebanon Townships.
Southern Division Includes Gloucester, Laurel Springs, Woolwich, and Egg Harbor Townships.
Eastern Division includes Berkeley Township.

Aqua New Jersey
Service/Valve, Hydrant Renewal and Main Break List

| Project Type | Township | Original Size | Original Material | Age/Era | Length | Proposed Size | Proposed Material | Estimated In Service Date | Estimated Cost | Performance Criteria | In Service Date | DSIC Costs Placed in Service July 1, 2023 - December 31, 2023 | Base Spending Placed in Service July 1, 2023 - December 31, 2023 |
|---|------------------------------------|---------------|-------------------|---------|--------|---------------|-------------------|---------------------------|----------------|----------------------|-----------------|---|--|
| Hydrant Replacements | Northern (Including all Townships) | Standard | Various | Various | 25 | 6" | Mueller | July 2023-Dec 2023 | 110,000 | Replacements | Various | \$ 129,776 | |
| Hydrant Replacements | Central (Including all Townships) | Standard | Various | Various | 25 | 6" | Mueller | July 2023-Dec 2023 | 55,000 | Replacements | Various | \$ 29,798 | |
| Hydrant Replacements | Southern (Including all Townships) | Standard | Various | Various | 25 | 6" | Mueller | July 2023-Dec 2023 | 55,000 | Replacements | Various | \$ 28,911 | |
| Hydrant Replacements | Eastern (Including all Townships) | Standard | Various | Various | 10 | 6" | Mueller | July 2023-Dec 2023 | 45,000 | Replacements | Various | \$ 4,750 | |
| 2023 Subtotal | | | | | | | | | | | | \$ 193,235 | \$ - |
| Central Division includes Hamilton, Hamilton Square Chesterfield, Robbinsville, Lawrenceville, Lawrence, Wrightstown Upper Freehold and North Hanover Townships. | | | | | | | | | | | | | |
| Northern Division includes Phillipsburg, Lopatcong, Pohatcong, Greenwich, Bloomsbury, Stewartsville, Harmony, Califon, Vernon, Hardyston, Green, Gredon, Holland, Washington, Fredon and Lebanon Townships. | | | | | | | | | | | | | |
| Southern Division Includes Gloucester, Laurel Springs, Woolwich, and Egg Harbor Townships. | | | | | | | | | | | | | |
| Eastern Division includes Berkeley Township. | | | | | | | | | | | | | |

Aqua New Jersey
Service/Valve, Hydrant Renewal and Main Break List

| Project Type | Township | Original Size | Original Material | Age/Era | Length | Proposed Size | Proposed Material | Estimated In Service Date | Estimated Cost | Performance Criteria | In Service Date | DSIC Costs Placed in Service July 1, 2023 - December 31, 2023 | Base Spending Placed in Service July 1, 2023 - December 31, 2023 |
|----------------------|------------------------------------|---------------|-------------------|---------|--------|---------------|-------------------|---------------------------|----------------|----------------------|-----------------|---|--|
| Valve Replacements | Northern (Including all Townships) | Various | Various | Various | 25 | Various | Mueller | July 2023-Dec 2023 | 200,000 | Replacements | Various | \$ 115,305 | |
| Valve Replacements | Central (Including all Townships) | Various | Various | Various | 25 | Various | Mueller | July 2023-Dec 2023 | 100,000 | Replacements | Various | \$ 29,053 | |
| Valve Replacements | Southern (Including all Townships) | Various | Various | Various | 25 | Various | Mueller | July 2023-Dec 2023 | 50,000 | Replacements | Various | \$ 1,695 | |
| Valve Replacements | Eastern (Including all Townships) | Various | Various | Various | 10 | Various | Mueller | July 2023-Dec 2023 | 20,000 | Replacements | Various | | |
| 2023 Subtotal | | | | | | | | | | | | \$ 146,053 | \$ - |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |

Central Division includes Hamilton, Hamilton Square Chesterfield, Robbinsville, Lawrenceville, Lawrence, Wrightstown Upper Freehold and North Hanover Townships.
 Northern Division includes Phillipsburg, Lopatcong, Pohatcong, Greenwich, Bloomsbury, Stewartsville, Harmony, Califon, Vernon, Hardyston, Green, Gredon, Holland, Washington, Fredon and Lebanon Townships.
 Southern Division Includes Gloucester, Laurel Springs, Woolwich, and Egg Harbor Townships.
 Eastern Division includes Berkeley Township.

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|---|
| Aqua New Jersey, Inc. Earnings Description - Docket No. WR22050360 Trailing Twelve Months Ending December 31, 2023 |
|---|

| | <u>Pre-Tax</u> |
|---|--------------------|
| Rate Base December 31, 2022 | 213,821,573 |
| Add, Eligible Net Investment, DSIC Filing | 19,439,884 |
| Subtotal (Rate Base + DSIC) | <u>233,261,457</u> |
| Allowed Rate of Return | 7.28% |
| Allowed Utility Operating Income | 16,981,434 |
| Cost Rate Base Including Corporate allocations | 233,261,457 |
| Actual Utility Operating Income 12 Months Ended December 2022 | 14,124,309 |
| Adjustment: Annualize DSIC Revenue | 2,173,362 |
| Adjustment: Annualize Depreciation on DSIC Eligible Additions | <u>(526,518)</u> |
| Adjusted Utility Operating Income 12 Months Ended December 2022 | <u>15,771,153</u> |
| (Under)/Over Earnings on Rate of Return | (1,210,281) |
| Actual Rate of Return | 6.76% |
| (Under)/Over Rate of Return | -0.52% |
| Allowed Return on Equity | 9.60% |
| Allowed Utility Net Income | 11,868,343 |
| Total Common Equity | 123,628,572 |
| Actual Utility Net Income 12 Months Ended December 2022 | 9,960,892 |
| Adjustment: Annualize DSIC Revenue | 2,173,362 |
| Adjustment: Annualize Depreciation on DSIC Eligible Additions | <u>(526,518)</u> |
| Adjusted Utility Net Income 12 Months Ended December 2022 | <u>11,607,736</u> |
| (Under)/Over Earnings Return on Equity | (260,607) |
| Actual Return on Equity | 9.39% |
| (Under)/Over Return on Equity | -0.21% |