

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1864 Session of 2023

INTRODUCED BY MATZIE, BOROWSKI, HANBIDGE, KAZEEM, KRUEGER, O'MARA, SAPPEY, McNEILL, MADDEN, DONAHUE, T. DAVIS, PROBST, HADDOCK, KINSEY, FIEDLER, DELLOSO, KRAJEWSKI, MAYES, DALEY, CIRESI, SHUSTERMAN, GREEN, CEPEDA-FREYTIZ, CERRATO, D. WILLIAMS AND FRIEL, NOVEMBER 30, 2023

AS REPORTED FROM COMMITTEE ON CONSUMER PROTECTION, TECHNOLOGY AND UTILITIES, HOUSE OF REPRESENTATIVES, AS AMENDED, APRIL 9, 2024

AN ACT

1 Amending Title 66 (Public Utilities) of the Pennsylvania
2 Consolidated Statutes, in rates and distribution systems,
3 further providing for valuation of acquired water and
4 wastewater systems.

5 The General Assembly of the Commonwealth of Pennsylvania
6 hereby enacts as follows:

7 Section 1. Section 1329(c) of Title 66 of the Pennsylvania
8 Consolidated Statutes is amended by adding paragraphs to read:
9 § 1329. Valuation of acquired water and wastewater systems.

10 * * *

11 (c) Ratemaking rate base.--The following apply:

12 * * *

13 (3) The depreciated original cost of the acquired system
14 as calculated under subsection (d)(5) may be incorporated <--
15 into MAY BE INCORPORATED INTO THE ratemaking rate base as <--
16 soon as the first base rate case post-closing or in the

1 entity's initial tariff filing.

2 (4) The difference between the depreciated original
3 cost calculated under subsection (d) (5) and the ratemaking <--
4 rate base of the selling utility as determined under
5 paragraph (2) shall be incorporated into the rate base of the
6 acquiring public utility equally over the three base rate
7 cases after closing or in the entity's first three base rate
8 cases after its initial tariff filing.

9 * * *

10 Section 2. This act shall take effect in 60 days.