

STATE OF INDIANA

INDIANA UTILITY REGULATORY COMMISSION

PETITION OF INDIANA-AMERICAN)
WATER COMPANY, INC. FOR (1))
AUTHORITY TO INCREASE ITS RATES)
AND CHARGES FOR WATER UTILITY)
SERVICE, (2) REVIEW OF ITS RATES)
AND CHARGES FOR WASTEWATER)
UTILITY SERVICE, (3) APPROVAL OF)
NEW SCHEDULES OF RATES AND)
CHARGES APPLICABLE TO WATER)
AND WASTEWATER UTILITY)
SERVICE, AND (4) AUTHORITY TO)
IMPLEMENT A LOW INCOME PILOT)
PROGRAM.

CAUSE NO. 45142

SUBMISSION OF SUPPLEMENT TO COMPLIANCE FILING

Petitioner, Indiana-American Water Company, Inc. (“Indiana American” or the “Company”), by counsel, respectfully submits the attached supplemental Test Year End Certification, certifying all utility plant in service as used and useful as of April 30, 2020 and providing the actual value as of that date of all components of rate base including utility plant in service and accumulated depreciation. As referenced in the Submission of Compliance Filing filed on April 29, 2020 in this Cause, as of March 31, 2020, Petitioner had \$1,220,225,173 of Rate Base which was over \$38 million more than the settled Rate Base Cap, establishing that the Cap had been met. The supporting schedules filed in Excel format contemporaneously herewith show that Petitioner has \$1,223,503,664 of Rate Base as of April 30, 2020, over \$41 million more than the

settled Rate Base Cap.¹ As a result, no change is necessary to the rates filed with the April 29, 2020 filing.

/s/ Hillary J. Close

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Attorneys for Petitioner

Indiana-American Water Company, Inc.

¹ To the extent the Company's actual net original cost rate base as of April 30, 2020 exceeds the Rate Base Cap, the Company is not foreclosed from including those additional investments in rate base in a future general rate case. *Paragraph 2(d)(ii) of the Settlement Agreement.*

CERTIFICATE OF SERVICE

The undersigned attorney hereby certifies that a copy of the foregoing has been served upon the following via electronic mail this 8th day of May, 2020 to:

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/s/ Hillary J. Close

Hillary J. Close

AFFIDAVIT OF STACY HOFFMAN

Stacy S. Hoffman, upon his oath, deposes and states:

1. I am employed by Indiana-American Water Company, Inc., as the Director of Engineering.

2. I hereby certify to the Indiana Utility Regulatory Commission ("IURC") that the items of utility plant identified in the worksheet labeled "App D2-UPISandDepr" in the "RB Actual as of 4-30-2020 for Step Two" file provided in Excel format and filed contemporaneous with this Verified Certification had been placed in service as of the date of such schedule.

Further the Affiant sayeth nothing more.

Dated: May 8, 2020



Stacy S. Hoffman

STATE OF Indiana)
) SS:
COUNTY OF _____)

Stacy S. Hoffman appeared before me, a Notary Public in and for this County and State,
and swore that the foregoing statements are true.

Printed

Signature

My Commission Expires:

My County of Residence:

UPIS Depreciation

District: <u>Total Company</u>				A	B	C	D	E = C x D
				UPIS	UPIS Adjustment	Adjusted	Total	Total
				Per Books	Per Settlement	UPIS	Annual	Pro Forma
Line	Subsidiary	NARUC	Account Description	4/30/2020	and Acquisitions	4/30/2020	Depreciation	Depreciation
Number	Account	Account					Rate	Expense
1	301000	301.1	Organization	\$507,257	\$0	\$507,257	0.00%	\$0
2	302000	302.1	Franchises	2,677	0	2,677	0.00%	0
3	303200	303.2	Land and Land Rights SS	13,150,750	(150,000)	13,000,750	0.00%	0
4	303300	303.2	Land and Land Rights P	134,754	0	134,754	0.00%	0
5	303400	303.3	Land and Land Rights WT	2,848,841	0	2,848,841	0.00%	0
6	303500	303.4	Land and Land Rights TD	3,236,637	0	3,236,637	0.00%	0
7	303600	303.5	Land and Land Rights AG	1,401,677	0	1,401,677	0.00%	0
8	304100	304.2	Struct & Improve SS	10,556,298	0	10,556,298	3.22%	339,913
9	304200	304.2	Struct & Imp Pumping	24,442,791	0	24,442,791	2.63%	642,845
10	304300	304.3	Struct & Imp WT	124,731,441	0	124,731,441	2.48%	3,093,340
11	304301	304.3	Struct & Imp WT Depr Pntng (IN)	197,248	0	197,248	2.52%	4,971
12	304302	304.3	Struct & Imp WT WH Repaint	1,206,856	0	1,206,856	2.52%	30,413
13	304310	304.3	Struct & Imp WT Paint	4,802,277	0	4,802,277	2.08%	99,887
14	304312	304.3	Struct & Imp WT Wste Handl/Trm	5,086	0	5,086	2.52%	128
15	304390	304.3	Struct & Imp WT Mix & Set Bldg	22,023	0	22,023	2.08%	458
16	304391	304.3	Struct & Imp WT Pur Bldg (IN)	741,553	0	741,553	2.08%	15,424
17	304392	304.3	Struct & Imp WT Wsh Wtr Twr Bl	124,505	0	124,505	2.08%	2,590
18	304400	304.4	Struct & Imp TD	4,526,521	0	4,526,521	2.77%	125,385
19	304500	304.5	Struct & Imp AG	10,318,470	0	10,318,470	3.75%	386,943
20	304600	304.5	Struct & Imp Offices	2,915,369	0	2,915,369	3.66%	106,703
21	304610	304.5	Gen Structures - HVAC	148,049	0	148,049	3.69%	5,463
22	304620	304.5	Struct & Imp Leasehold	224,067	0	224,067	2.65%	5,938
23	304700	304.5	Struct & Imp Store,Shop,Garage	8,715,829	0	8,715,829	2.08%	181,289
24	304800	304.5	Struct & Imp Misc	754,959	0	754,959	1.45%	10,947
25	305000	305.2	Collect & Impounding	10,461,640	0	10,461,640	1.26%	131,817
26	306000	306.2	Lake, River & Other Intakes	50,031,871	0	50,031,871	2.09%	1,045,666
27	307000	307.2	Wells & Springs	19,585,254	0	19,585,254	2.79%	546,429
28	308000	308.2	Infiltration Galleries & Tunnels	71,671	0	71,671	10.59%	7,590
29	309000	309.2	Supply Mains	14,439,342	0	14,439,342	1.42%	205,039
30	310000	310.2	Power Generation Equip	12,893,137	0	12,893,137	2.34%	301,699
31	311200	311.2	Pump Equipment Electric	48,400,762	(753,378)	47,647,384	1.43%	681,358
32	311300	311.2	Pump Equipment Diesel	659,119	0	659,119	4.51%	29,726
33	311400	311.2	Pump Equipment Hydraulic	67,636	0	67,636	2.18%	1,474
34	311500	311.2	Pump Equipment Other	2,080,090	0	2,080,090	3.08%	64,067
35	311520	311.2	Pump Equipment SS	7,697,782	0	7,697,782	3.08%	237,092
36	311530	311.2	Pumping Equipment WT	1,055,368	0	1,055,368	3.08%	32,505
37	311540	311.2	Pumping Equipment TD	908,098	0	908,098	3.08%	27,969
38	320100	320.3	WT Equipment Non-Media	124,932,200	0	124,932,200	2.33%	2,910,920
39	320190	320.3	WT Equipment Set Basin,Clear Well	11,639,706	0	11,639,706	2.71%	315,436
40	320191	320.3	WT Equipment Filter Plant Piping (IN)	19,382,232	0	19,382,232	2.71%	525,258
41	320192	320.3	WT Equipment Wash Water Tank (IN)	325,030	0	325,030	2.71%	8,808
42	320193	320.3	WT Equipment Chemical Feed (IN)	11,775,192	0	11,775,192	2.71%	319,108
43	320200	320.3	WT Equipment Filter Media	5,252,765	0	5,252,765	9.40%	493,760
44	330000	330.4	Dist Reservoirs & Standpipes	42,377,366	0	42,377,366	2.04%	864,498
45	330001	330.4	Dist Res & Stand Repainting	97,673	0	97,673	11.69%	11,418
46	330002	330.4	Dist Res & Stand Orig Paint	971,704	0	971,704	11.69%	113,592
47	330003	330.4	Dist Res & Stand Orig Repaint	14,911,465	0	14,911,465	11.69%	1,743,150
48	330100	330.4	Elevated Tanks & Standpipes	16,105,849	0	16,105,849	2.04%	328,559
49	330200	330.4	Ground Level Facilities	5,101,856	0	5,101,856	2.04%	104,078
50	331001	331.4	TD Mains Not Classified by Size	772,000,585	0	772,000,585	1.76%	13,587,210
51	331200	331.4	TD Mains 6in to 8in	8,668,786	0	8,668,786	1.76%	152,571
52	332000	331.4	Fire Mains	5,732	0	5,732	1.00%	57
53	333000	333.4	Services	176,914,181	0	176,914,181	3.62%	6,404,293
54	333100	333.4	Replaced Cust Lead Services	11,441,492	0	11,441,492	3.62%	414,182
55	334100	334.4	Meters	26,611,685	0	26,611,685	5.37%	1,429,047
56	334110	334.4	Meters Bronze Case	30,159,037	0	30,159,037	6.38%	1,924,147
57	334120	334.4	Meters Plastic Case	9,667,464	0	9,667,464	9.09%	878,773
58	334130	334.4	Meters Other	9,347,550	0	9,347,550	4.63%	432,792

UPIS Depreciation

District: <u>Total Company</u>				A	B	C	D	E = C x D
				UPIS Per Books 4/30/2020	UPIS Adjustment Per Settlement and Acquisitions	Adjusted UPIS 4/30/2020	Total Annual Depreciation Rate	Total Pro Forma Depreciation Expense
Line Number	Subsidiary Account	NARUC Account	Account Description		*			
59	334131	334.4	Meters Other-Rem Rdr Unts	7,428,958	0	7,428,958	4.63%	343,961
60	334200	334.4	Meter Installations	65,576,524	0	65,576,524	2.53%	1,659,086
61	334201	334.4	Meter Installation Other	4,345,140	0	4,345,140	2.53%	109,932
62	334300	334.4	Meter Vaults	26,116,951	0	26,116,951	3.15%	822,684
63	335000	335.4	Hydrants	72,014,454	0	72,014,454	2.30%	1,656,332
64	339300	339.3	Other Plant & Equipment WT	284,901	0	284,901	3.49%	9,943
65	339500	339.4	Other Plant & Equipment TD	80,463	0	80,463	11.53%	9,277
66	339600	339.1	Other Plant & Equipment CPS	112,057	0	112,057	0.00%	0
67	340100	340.5	Office Furniture & Equipment	1,099,033	0	1,099,033	5.00%	54,952
68	340210	340.5	Comp & Periph Mainframe	226,114	0	226,114	20.00%	45,223
69	340220	340.5	Comp & Periph Personal	1,153,127	0	1,153,127	20.00%	230,625
70	340230	340.5	Comp & Periph Other	5,086,818	0	5,086,818	20.00%	1,017,364
71	340300	340.5	Computer Software	35,082,580	0	35,082,580	10.00%	3,508,258
72	340310	340.5	Comp Software Mainframe	3,716	0	3,716	20.00%	743
73	340320	340.5	Comp Software Personal	0	0	0	0.00%	0
74	340325	340.5	Comp Software Customized	5,502,584	0	5,502,584	20.00%	1,100,517
75	340330	340.5	Comp Software Other	412,372	0	412,372	20.00%	82,474
76	340500	330.4	Other Office Equipment	0	0	0	6.67%	0
77	341100	341.5	Trans Equip Lt Duty Trks	5,785,448	0	5,785,448	4.85%	280,594
78	341200	341.5	Trans Equip Hvy Duty Trks	5,562,387	0	5,562,387	8.16%	453,891
79	341300	341.5	Trans Equip Autos	3,516,457	0	3,516,457	16.69%	586,897
80	341400	341.5	Trans Equip Other	1,566,988	0	1,566,988	14.17%	222,042
81	342000	342.5	Stores Equipment	144,881	0	144,881	4.00%	5,795
82	343000	343.5	Tools,Shop,Garage Equip	7,201,001	0	7,201,001	4.00%	288,040
83	344000	344.5	Laboratory Equipment	2,062,919	0	2,062,919	6.67%	137,597
84	345000	345.5	Power Operated Equipment	1,874,226	0	1,874,226	2.37%	44,419
85	346000	346.5	Comm Equip Not Classified	438,368	0	438,368	6.67%	29,239
86	346100	346.5	Comm Equip Non-Telephone	2,114,480	0	2,114,480	6.67%	141,036
87	346190	346.5	Remote Control & Instrument	13,184,486	0	13,184,486	6.67%	879,405
88	346200	346.5	Comm Equip Telephone	245,341	0	245,341	6.67%	16,364
89	347000	347.5	Misc Equipment	5,593,412	0	5,593,412	5.00%	279,671
90	353200	353.2	WW Land & Ld Rights Collect	631	0	631	0.00%	0
91	353400	353.4	WW Land & Ld Rights Treatmnt	102,596	0	102,596	0.00%	0
92	354200	354.2	WW Struct & Imp Collection	442,804	0	442,804	2.61%	11,557
93	354400	354.4	WW Struct & Imp Treatment	736,859	0	736,859	3.13%	23,064
94	354500	354.4	WW Struct & Imp General	121,208	0	121,208	2.57%	3,115
95	355400	371.3	WW Pwr Gen Equip Treatment	18,480	0	18,480	3.16%	584
96	355500	371.3	WW Pwr Gen Equip RWTP	44,808	0	44,808	3.16%	1,416
97	361100	361.2	WW Collecting Mains	2,958,965	0	2,958,965	4.60%	136,112
98	361101	361.2	WW Collecting Mains Other	1,253,028	0	1,253,028	4.60%	57,639
99	363000	363.2	WW Services Sewer	566,489	0	566,489	2.67%	15,125
100	364000	364.2	WW Flow Measuring Devices	76,647	0	76,647	5.05%	3,871
101	371100	371.3	WW Pump Equip Elect	124,497	0	124,497	3.70%	4,606
102	371200	371.3	WW Pump Equip Oth Pwr	1,470	0	1,470	2.72%	40
103	380450	380.4	WW TD Equip Oth Sew Rem	71,841	0	71,841	6.98%	5,014
104	380500	380.4	WW TD Equip Chem Trmt Plt	102,749	0	102,749	6.98%	7,172
105	380600	380.4	WW TD Equip Oth Disp	30,834	0	30,834	6.98%	2,152
106	380625	380.4	WW TD Equip Gen Trmt	47,429	0	47,429	6.98%	3,311
107	381000	381.4	WW Plant Sewers	35,491	0	35,491	1.95%	692
108	394000	394.5	WW Laboratory Equipment	8,153	0	8,153	6.67%	544
109	396000	396.5	WW Communication Equip	16,359	0	16,359	6.67%	1,091
110	397000	397.5	WW Misc Equipment	46,812	0	46,812	5.00%	2,341
111	398000	398.5	WW Other Tangible Plant	0	0	0	0.00%	0
112								
113			Total Property - Total Company	1,962,381,591	(903,378)	1,961,478,213		55,622,533
114								
115	101099		Closed Work Order to be Reclassified	0		0	0.00%	0
116	101100		Regulatory Asset - AFUDC - Debt	2,121,238	(2,121,238)	0	0.00%	0

UPIS Depreciation							
District:		Total Company					
				A	B	C	E = C x D
					*		
Line Number	Subsidiary Account	NARUC Account	Account Description	UPIS Per Books 4/30/2020	UPIS Adjustment Per Settlement and Acquisitions	Adjusted UPIS 4/30/2020	Total Annual Depreciation Rate
117	103000		Property Held for Future Use	561,298	(561,298)	0	0.00%
118			Unrecovered Reserves				
119							
120			Total Property - Total Company	\$1,965,064,126	(\$3,585,914)	\$1,961,478,213	\$53,666,137

* Adjusted Utility Plant in Service reflects the elimination of the Southern Indiana High Service Pumps (\$753,378) as per Cause No. 43680.
Adjusted Utility Plant in Service also reflects adjustments for the Northwest Tunnel's outstanding easement payments (\$150,000 as of 4/30/2020) as per Cause No. 44450.
Adjusted Utility Plant in Service also reflects removal of Reg Asset - AFUDC Debt and Property Held for Future Use.
Adjusted Depreciation Expense reflects adjustments for unrecovered reserves.