

June 27, 2014,

Hand Delivery

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building 400 North Street Harrisburg, PA 17120 RECEIVED 2011 JUN 27 PH 31 11

Re: Pennsylvania Public Utility Commission v. City of Lancaster - Bureau of

Water

Docket No. R-2014-2418872

Dear Secretary Chiavetta:

I am delivering for filing today the originals of the Complaint, Verification, and Public Statement, on behalf of the Office of Small Business Advocate, in the above-captioned proceeding.

Two copies have been served today on all known parties in this proceeding. A Certificate of Service to that effect is enclosed.

If you have any questions, please do not hesitate to contact me.

Sincerely,

Assistant Small Business Advocate

Attorney ID No. 77538

Enclosures

cc: Parties of Record

Brian Kalcic

PENNSYLVANIA PUBLIC UTILITY
COMMISSION

MMSSION

:

v. : DOCKET NO. R-2014-2418872

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CITY OF LANCASTER – BUREAU OF WATER

COMPLAINT OF THE SMALL BUSINESS ADVOCATE

1. The Complainant is:

John R. Evans
Small Business Advocate
300 North Second Street, Suite 1102
Harrisburg, PA 17101
(717) 783-2525
(717) 783-2831 (fax)
jorevan@pa.gov

2. The name and address of the Complainant's attorney is:

Steven C. Gray
Assistant Small Business Advocate
Office of Small Business Advocate
300 North Second Street, Suite 1102
Harrisburg, PA 17101
(717) 783-2525
(717) 783-2831 (fax)
sgray@pa.gov

3. The respondent utility is:

City of Lancaster – Bureau of Water Lancaster City Hall 120 North Duke Street P. O. Box 1599 Lancaster, PA 17608-1599 RECEIVED

- 4. The Complainant is authorized and directed by the Small Business Advocate Act, Act 181 of 1988, 73 P.S. §§ 399.41 399.50, to represent the interests of small business consumers of utility services in matters before the Pennsylvania Public Utility Commission ("Commission").
- 5. This Complaint is filed against the rates, terms and other provisions of Supplement No. 43 to Tariff Water-Pa. P.U.C. No. 6 ("Supplement No. 43") which was filed on June 6, 2014, by City of Lancaster Bureau of Water (the "City"). Supplement No. 43, if approved by the Commission, would provide the City with a general rate increase in water rates of \$6,458,300 per year. After preliminary review of the materials filed by the City in support of the proposed Supplement No. 43, Complainant believes, and therefore avers, that those materials may be insufficient to justify the rate increases requested and that the City's present and proposed rates, rules, and conditions of service may be unjust, unreasonable, unduly discriminatory, and otherwise contrary to law, particularly as they pertain to small business customers.
- 6. Complainant believes, and therefore avers, that the City's proposed rates, rate design, and cost and revenue allocation are or may be unjust, unreasonable, and unlawfully discriminatory in violation of, *inter alia*, Sections 1301 and 1304 of the Public Utility Code, 66 Pa.C.S. §§1301 and 1304, and contrary to appropriate public policy and sound ratemaking considerations, and may not be supported by the materials filed by the City.

- 7. In view of the foregoing, the Small Business Advocate respectfully requests that the Pennsylvania Public Utility Commission:
 - A. Suspend and investigate the operation of Supplement No. 43;
 - B. At the conclusion of such investigation, reject the proposed new rates and other tariff changes in Supplement No. 43 to the extent required to insure that the City's rates are lawful, just, reasonable and not unduly discriminatory; and
 - C. Grant such other relief as may be necessary or appropriate.

Respectfully submitted,

Steven C. Gray

Assistant Small Business Advocate

Attorney ID No. 77538

For:

John R. Evans

Small Business Advocate

Office of Small Business Advocate 300 North Second Street, Suite 1102 Harrisburg, PA 17101 (717) 783-2525 (717) 783-2831 (fax)

Dated: June 27, 2014

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PENNSYLVANIA PUBLIC UTILITY

COMMISSION

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v. : DOCKET NO. R-2014-2418872

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CITY OF LANCASTER -

BUREAU OF WATER :

PUBLIC STATEMENT OF THE OFFICE OF SMALL BUSINESS ADVOCATE

The Small Business Advocate is authorized and directed to represent the interest of small business consumers of utility services in Pennsylvania under the provisions of the Small Business Advocate Act, Act 181 of 1988, 73 P.S. §§ 399.41 - 399.50 ("Act"). The Act further provides that the Small Business Advocate is to issue publicly a written statement stating concisely the specific interest of small business consumers to be protected by his initiation of or intervention in any proceeding involving those interests before the Public Utility Commission ("Commission") or any other agency or court. This public statement relates to the filing today by the Small Business Advocate of a complaint against the proposed June 6, 2014, general rate increase filing of the City of Lancaster – Bureau of Water (the "City").

The Small Business Advocate files this formal complaint against the City's proposed general rate increase in order to protect the interests of the City's small business customers. A thorough inquiry by the Commission into all of the elements of the City's proposed general rate increase is necessary to ensure that the proposed rate increase is lawful, just, reasonable, and not unduly discriminatory.

In view of the foregoing, the Small Business Advocate will participate in proceedings

before the Commission to investigate the reasonableness of the proposed rate increases. The

Small Business Advocate will ask the Commission to deny any proposed new rates and other

tariff changes that apply to small business customers that are not proven by the City to be lawful,

just, reasonable, and not unduly discriminatory to the City's small business customers.

Dated: June 27, 2014

Pennsylvania Public Utility Commission

v. : Docket No. R-2014-2418872

City of Lancaster :

VERIFICATION

I, Steven C. Gray, hereby state that the facts set forth herein above are true and correct to the best of my knowledge, information and belief and that I expect to be able to prove the same at a hearing held in this matter. I understand that the statements herein are made subject to the penalties of 18 Pa. C.S. §4904 (relating to unsworn falsification to authorities).

Date: June 27, 2014

Pennsylvania Public Utility Commission :

v. : Docket No. R-2014-2418872

City of Lancaster :

CERTIFICATE OF SERVICE

I certify that I am serving two copies of the Complaint, Verification, and Public Statement, on behalf of the Office of Small Business Advocate, by e-mail and first-class mail (unless otherwise noted) upon the persons addressed below:

Hon. Charles E. Rainey, Jr. Administrative Law Judge Pa. Public Utility Commission P.O. Box 3265
Harrisburg, PA 17105
(717) 787-1191
(717) 787-0481 (fax)
crainey@pa.gov

(E-mail and Hand Delivery)

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(E-mail Only)

Dated: June 27, 2014

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Steven C. Gray

Assistant Small Business Advocate

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