Application of Pennsylvania-American Water Company for Acquisition of Assets of The Municipal Authority of the City of McKeesport 66 Pa. C.S. §1329

Application Filing Checklist – Water/Wastewater Docket No. A-2017-_____

12. Quantify the transaction and closing costs incurred by the buyer that will be included in its rate base.

RESPONSE:

Pennsylvania-American Water Company's estimate of the anticipated range of transaction and closing costs is approximately \$1,110,000 to \$1,310,000. As a practical matter, the exact extent of such costs cannot be known at the time of filing the Application and will not be finally known until after closing of the Transaction. The costs depend on a number of variables, including whether this Application is settled or fully-litigated. PAWC will track such costs and incorporate them into rate base in a future base rate proceeding as appropriate.