

Agenda Date: 06/29/16

Agenda Item: 5A

WATER

STATE OF NEW JERSEY

Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, New Jersey 08625-0350
www.nj.gov/bpu/

		
IN THE MATTER OF THE PETITION OF THE)	ORDER ADOPTING INITIAL
ATLANTIC CITY SEWERAGE COMPANY TO CHANGE)	DECISION SETTLEMENT
THE LEVEL OF ITS PURCHASED SEWERAGE)	
TREATMENT ADJUSTMENT CLAUSE)	BPU DOCKET NO. WR16010086
)	OAL DOCKET NO. PUC 01725-20168

Parties of Record:

Stacey A. Mitchell, Esq., Cozen O'Connor, on behalf of Atlantic City Sewerage Company **Stefanie A. Brand, Esq., Director**, New Jersey Division of Rate Counsel

BY THE BOARD:

On January 27, 2016, the Atlantic City Sewerage Company ("Petitioner" or "Company"), a public utility of the State of New Jersey, filed a petition with the Board of Public Utilities ("Board") pursuant to N.J.A.C. 14:9-8.1 et seq., 1 requesting to change the level of its Purchased Wastewater (sewerage) Treatment Adjustment Clause ("PSTAC") from \$25.251 per Mcf of metered water to a rate of \$25.713 per Mcf. The Company's initial filing was based on preliminary estimates and was updated as the case progressed. The amount estimated in the petition to be recovered in the 2016 PSTAC is \$9,396,642.

The actual amount to be recovered through the 2016 PSTAC is \$9,395,642 and the level of the PSTAC charge is changed from \$25.251 per Mcf to \$26.822 per Mcf. This represents an annual increase of \$14.61 or 2.75% on the average residential customer's annual sewerage bill above the current PSTAC charge.

¹ On March 8, 2016, the Company filed a letter with the Board amending its PSTAC filing to seek authority pursuant to N.J.A.C. 14:9-7.1 et seq. and not N.J.A.C. 14:9-8.1 et seq., as erroneously stated in the Petition.

the Petition.

On April 5, 2016, the Company submitted a letter reflecting the Company's actual billing through March 2016. The updated Schedules supported the Company's proposed 2016 PSTAC rate of \$26.825, which differed from the proposed rate of \$25.713, as originally filed.

By this Order, the Board considers the Initial Decision Settlement ("Initial Decision") adopting the Stipulation of Settlement ("Stipulation") executed by the Company, the New Jersey Division of Rate Counsel ("Rate Counsel"), and Board Staff ("Staff") (collectively, "the Parties") as its own agreeing to an overall increase in revenues in the amount of \$9,395,642. There were no interveners in this proceeding. The Petitioner services approximately 7,350 customers and purchases its sewage treatment from the Atlantic County Utilities Authority ("ACUA").

BACKGROUND/PROCEDURAL HISTORY

This matter was transmitted to the Office of Administrative Law on February 1, 2016, as a contested case and was assigned to Administrative Law Judge ("ALJ") W. Todd Miller. A telephonic prehearing conference was held on April 7, 2016, with ALJ Miller during which, among other things, the ALJ directed that a public hearing be held on this matter.

After proper notice, a public hearing was held in Atlantic City, NJ on May 3, 2016 at 5:30 p.m. No members of the public were in attendance.

Subsequent to the public hearing, the Parties engaged in settlement negotiations and on May 24, 2016, the Parties entered into a Stipulation.

On May 24, 2016, ALJ Miller issued his Initial Decision recommending adoption of the Stipulation executed by the Parties, finding that they had voluntarily agreed to the Stipulation and that the Stipulation fully disposes of all issues and is consistent with the law.

DISCUSSIONS AND FINDINGS³

As more fully discussed in the Stipulation, the Parties agreed that the following increase is reasonable and appropriate to allow the Company to recover increased purchased sewerage treatment expenses.

The amount to be recovered through the 2016 PSTAC is \$9,395,642. The amount of ACUA treatment costs to be recovered through the 2016 PSTAC is \$8,795,171. This amount has been further adjusted by the projected regulatory costs, \$16,000 shared 50/50, of \$8,000, as well as a (\$592,471) 2015 under collection to reflect a total amount to be recovered in 2016 of \$9,395,642. This is the amount to be recovered in 2016 through the PSTAC Charge, which is the rate through which the PSTAC is affected. When this amount is divided by the projected 2016 flows of 350,292.9 Mcf, the resulting PSTAC rate, prior to compression, is \$26.822 per Mcf. This represents an annual increase of \$14.61 or 2.75% on the average residential customers' annual sewerage bill.

³ Although described in this Order at some length, should there be any conflict between this summary and the Stipulation, the terms of the Stipulation control, subject to the findings and conclusions in this Order.

The PSTAC Charge of \$26.822 assumes an implementation date of January 1, 2016. If a Board Order is effective as of July 1, 2016, it means that the 2016 PSTAC will only be recovered over 184 days, rather than 366 days. As a result, the PSTAC charge for 2016 will be compressed to a charge of \$28.376 per Mcf from the current PSTAC charge of \$25.251 per Mcf as portrayed on Exhibit "A" of the Stipulation which is attached to the Initial Decision. This represents an increase of \$3.125 per Mcf. Beginning January 1, 2017, the uncompressed PSTAC charge of \$26.822 per Mcf shall become effective resulting in a decrease of \$1.554 per Mcf from the compressed charge. The Company is **HEREBY DIRECTED** to make a compliance filing with the Board effective January 1, 2017 incorporating this rate change.

Petitioner shall account for net cumulative over-recoveries and under-recoveries resulting from the PSTAC. These over-recoveries and under-recoveries will be charged or credited to the PSTAC in subsequent PSTAC proceedings. The net monthly cumulative over-recoveries and under-recoveries shall be calculated for each month, utilizing an average balance for each month. Interest on net cumulative monthly over-recoveries shall be credited to the PSTAC at an interest rate equal to the return on rate base of 6.96%. Similarly, interest on net monthly under-recoveries shall be charged against the PSTAC. If Petitioner has another base rate case completed while this PSTAC is in effect, the return on rate base utilized in that base rate case shall become the interest rate on net monthly cumulative over-recoveries and under-recoveries, on a prospective basis. If, as of December 31, 2016, interest shall be due the PSTAC, such interest shall in fact be credited to the PSTAC. If, as of December 31, 2016, interest shall be chargeable against the PSTAC, said interest shall be eliminated through appropriate accounting entries.

Having reviewed the Initial Decision and the Stipulation, the Board <u>HEREBY FINDS</u> that the Parties have voluntarily agreed to the Stipulation, and that the Stipulation fully disposes of all issues in this proceeding and is consistent with the law. The Board <u>FURTHER FINDS</u> the Initial Decision, which adopts the Stipulation, to be reasonable, in the public interest, and in accordance with the law. Therefore, the Board <u>HEREBY ADOPTS</u> the Initial Decision and the Stipulation, attached hereto, including all attachments and schedules, as its own, incorporating by reference the terms and conditions of the Stipulation, as if they were fully set forth at length herein, subject to the following:

In accordance with the provisions of <u>N.J.A.C.</u> 14:9-7.4, the Petitioner shall file with the Board, no later than 45 days after the adjustment clause has been in effect for one year, a PSTAC true-up schedule in connection with this proceeding. Copies of the true-up schedule shall be served upon all Parties to the present proceeding.

The Board <u>HEREBY DIRECTS</u> the Company to file tariff pages conforming to the terms and conditions of the Initial Decision, which adopts the Stipulation, and this Order, within ten (10) days from the effective date of this Order.

DATED: 6 29 16

BOARD OF PUBLIC UTILITIES BY:

AICHARD S. MROZ
PRESIDENT

JOSEPHIL FJÖRDALISO
COMMISSIONER

ATTEST:

WALLAND S. WALL
UPENDRA J. CHIVUKULA
COMMISSIONER

HERBY CERTIFY that the within document is a true copy of the original in the files of the Board of Public Utilities

TRENE KIM ASBURY

SECRETARY

IN THE MATTER OF THE PETITION OF THE ATLANTIC CITY SEWERAGE COMPANY TO CHANGE THE LEVEL OF ITS PURCHASED SEWERAGE TREATMENT ADJUSTMENT CLAUSE BPU DOCKET NO. WR16010086 OAL DOCKET NO. PUC 01725-2016S

SERVICE LIST

Stacey A. Mitchell, Esq.
Cozen O'Connor
457 Haddonfield Road, Suite 300
Post Office Box 5459
Cherry Hill, New Jersey 08002
SMitchell@cozen.com

Stefanie A. Brand, Esq., Director Division of Rate Counsel 140 East Front Street, 4th Floor Post Office Box 003 Trenton, NJ 08625-0003 sbrand@rpa.state.nj.us Irene Kim Asbury, Esq.
Secretary of the Board
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, New Jersey 08625-0350
Irene.asbury@bpu.state.nj.us

Maria Moran, Director
Division of Water
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, New Jersey 08625-0350
Maria.moran@bpu.state.nj.us



INITIAL DECISION SETTLEMENT

OAL DKT. NO. PUC 1725-16 AGENCY DKT. NO. WR16010086

IN THE MATTER OF THE PETITION OF ATLANTIC
CITY SEWERAGE COMPANY TO CHANGE THE LEVEL
OF ITS PURCHSEED SEWERAGE
TREATMENT ADJUSTMENT CLAUSE

Stacy A. Mitchell, Esq., for petitioner, Atlantic City Sewerage Company (Cozen O'Connor, attorneys)

Susan McClure, Assistant Deputy Rate Counsel, on behalf of the respondent, Division of Rate Counsel (Stefanie A. Brand, Director)

Christopher M. Psihoules, Deputy Attorney General, on behalf of the respondent, Staff of the Board of Public Utilities (Robert Lougy, Acting Attorney General of New Jersey, attorney)

Andrew Kuntz, Deputy Attorney General, on behalf of the respondent, Staff of the Board of Public Utilities (Robert Lougy, Acting Attorney General of New Jersey, attorney)

Record Closed: May 24, 2016 Decided: May 24, 2016

BEFORE W. TODD MILLER, ALJ:

This matter was transmitted to the Office of Administrative Law on February 2, 2016, for determination as a contested case, pursuant to <u>N.J.S.A.</u> 52:14B-1 to -15 and <u>N.J.S.A.</u> 52:14F-1 to -13.

The parties have agreed to a settlement and have prepared a Settlement Agreement indicating the terms thereof, which is attached and fully incorporated herein.

I have reviewed the record and the terms of settlement and I FIND:

- 1. The parties have voluntarily agreed to the settlement as evidenced by their signatures or their representatives' signatures.
- 2. The settlement fully disposes of all issues in controversy and is consistent with the law.

I CONCLUDE that this agreement meets the requirements of N.J.A.C. 1:1-19.1 and that the settlement should be approved. I approve the settlement and therefore ORDER that the parties comply with the settlement terms and that these proceedings be concluded.

I hereby FILE my initial decision with the BOARD OF PUBLIC UTILITIES for consideration.

This recommended decision may be adopted, modified or rejected by the **BOARD OF PUBLIC UTILITIES**, which by law is authorized to make a final decision in this matter. If the Board of Public Utilities does not adopt, modify or reject this decision within forty-five days and unless such time limit is otherwise extended, this recommended decision shall become a final decision in accordance with <u>N.J.S.A.</u> 52:14B-10.

May 24, 2016	W. J. Milli
DATE	W. TODD MILLER, ALJ
Date Received at Agency:	
Date Mailed to Parties:	
/jb	



May 31, 2016

Stacy A. Mitchell

Direct Phone 856-910-5006
Direct Fax 877-295-6880
smitchell €cozen.com

Irene Kim Asbury Secretary Board of Public Utilities 44 South Clinton Ave. 3rd Floor, Suite 314 PO Box 350 Trenton, NJ 08625-0350

Re: In the Matter of the Petition of Atlantic City Sewerage Company to Change the

Level of Its Purchased Sewerage Treatment Adjustment Clause

BPU Docket No.: WR16010086

Dear Secretary Asbury:

With regard to the above captioned matter, enclosed please find the fully executed Stipulation of settlement with original signatures.

Sincerely,

By: Stacy A Mitchell

SAM/kn Enclosure

cc: Attached Service List (via email)

SERVICE LIST

In the Matter of the Petition of Atlantic City Sewerage Company to Change the Level of its Purchased Sewerage Treatment Adjustment Clause

BPU Docket No. WR16010086 OAL Docket No. PUC 01725-2016 S

Maria Moran
Board of Public Utilities
44 South Clinton Ave., 3rd Floor
PO Box 350
Trenton, NJ 08625-0350
maria.moran@bpu.state.nj.us

Michael Kammer
Board of Public Utilities
44 South Clinton Ave., 3rd Floor
PO Box 350
Trenton, NJ 08625-0350
mike.kammer@bpu.state.nj.us

Matthew Koczur
Board of Public Utilities
44 South Clinton Ave., 3rd Floor
PO Box 350
Trenton, NJ 08625-0350
Matthew.koczur@bpu.state.nj.us

Alex Moreau, DAG
Division of Law
Dept. of Law and Public Safety
124 Halsey Street, 5th Floor
PO Box 45029
Newark, NJ 07101
alex.moreau@dol.lps.state.nj.us

Christopher Psihoules, DAG
Division of Law
Dept. of Law and Public Safety
124 Halsey Street, 5th Floor
PO Box 45029
Newark, NJ 07101
Christopher.psihoules@dol.lps.state.nj.us

Stefanie A. Brand, Director Division of Rate Counsel 140 East Front Street, 4th Floor PO Box 003 Trenton, NJ 08625 sbrand@rpa.state.nj.us

Mark Beyer
Board of Public Utilities
44 South Clinton Ave., 3rd Floor
PO Box 350
Trenton, NJ 08625-0350
Mark.beyer@bpu.state.nj.us

Andrew Kuntz
Division of Law
Dept. of Law and Public Safety
124 Halsey Street, 5th Floor
PO Box 45029
Newark, NJ 07101
Andrew.kuntz@dol.lps.state.ni.us

Susan E. McClure, Esquire
Division of Rate Counsel
140 East Front Street, 4th Floor
PO Box 003
Trenton, NJ 08625
smcclure@rpa.state.nj.us

Debra F. Robinson, Esquire Water & Wastewater Division of Rate Counsel 140 East Front Street, 4th Floor PO Box 003 Trenton, NJ 08625 drobinson@rpa.state.nj.us Darlene Duque-Garcia, Water Paralegal Division of Rate Counsel 140 East Front Streets, 4th Floor PO Box 003 Trenton, NJ 08625 dduque-garcia@rpa.state.nj.us

Kofi Ocansey
Board of Public Utilities
44 South Clinton Ave., 3rd Floor
PO Box 350
Trenton, NJ 08625-0350
kofi.ocansey@bpu.state.nj.us

Robert Henkes
Henkes Consulting
7 Sunset Road
Old Greenwich CT 06870-2109
rhenkes@optonline.net

Wendy Stewart
Atlantic City Sewerage Company
1200 Atlantic Avenue
Suite 300
Atlantic City, NJ 08401
wstewart@acsewerage.com

Louis M. Walters
President and General Manager
Atlantic City Sewerage Company
1200 Atlantic Avenue
Suite 300
Atlantic City, NJ 08401
lwalters@acsewerage.com

Carl Cordek
Samson Asset Management
3350 Centre Square East
1500 Market Street
Philadelphia, PA 19102
cordekc@aol.com

Son Lin Lai
Board of Public Utilities
44 South Clinton Ave., 3rd Floor
PO Box 350
Trenton, NJ 08625-0350
Son-lin.lai@bpu.state.nj.us

Ira G. Megdal, Esquire Cozen O'Connor 457 Haddonfield Road LibertyView Suite 300 Cherry Hill, NJ 08002 imegdal@cozen.com

Stacy Mitchell, Esquire Cozen O'Connor 457 Haddonfield Road Liberty View Suite 300 Cherry Hill, NJ 08002 smitchell@cozen.com

STATE OF NEW JERSEY BOARD OF PUBLIC UTILITIES OFFICE OF ADMINISTRATIVE LAW

IN THE MATTER OF THE PETITION OF THE ATLANTIC CITY SEWERAGE

COMPANY TO CHANGE THE LEVEL OF

ITS PURCHASED SEWERAGE

TREATMENT ADJUSTMENT CLAUSE

: BPU DOCKET NO. WR16010086

: OAL DOCKET NO. PUC 01725-2016 S

STIPULATION

:

APPEARANCES:

Stacy A. Mitchell, Esquire (Cozen O'Connor, attorneys) for The Atlantic City Sewerage Company, Petitioner;

Susan E. McClure, Esq., Assistant Deputy Rate Counsel, Division of Rate Counsel; (Stefanie A. Brand, Director, Division of Rate Counsel); and

Christopher M. Psihoules and Andrew Kuntz, Deputy Attorneys General (Robert Lougy, Acting Attorney General of the State of New Jersey) on behalf of the Staff of the Board of Public Utilities ("Board Staff").

TO THE HONORABLE BOARD OF PUBLIC UTILITIES:

I. INTRODUCTION

- 1. The Atlantic City Sewerage Company ("ACSC", the "Company" or "Petitioner") a public utility company of the State of New Jersey, operates a sewage collection and transmission system within its defined service territory, consisting of the City of Atlantic City, New Jersey. Within its service territory, Petitioner serves approximately 7,350 customers. Petitioner purchases its sewage treatment from the Atlantic County Utilities Authority ("ACUA").
- 2. On or about January 27, 2016, the Company filed a petition with the New Jersey Board of Public Utilities ("BPU" or the "Board") proposing to change the level of its Purchased Sewerage Treatment Adjustment Clause ("PSTAC") pursuant to the provisions of N.J.A.C. 14:9-

- 7.1, et seq. (the "Petition"). The matter was assigned Docket No. WR16010086 by the Board.

 The matter was thereafter transferred to the Office of Administrative Law ("OAL") as a contested case on February 1, 2016 and was assigned to the Honorable William Todd Miller, ALJ under Docket No. PUC01725-2016S.
- 3. After appropriate public notice of the Petition, a public hearing in the matter was held in Atlantic City, New Jersey on May 3, 2016 at 5:30 p.m. presided over by ALJ Miller. No members of the public were in attendance.
- 4. The parties to the proceeding include the Board Staff, Division of Rate Counsel ("Rate Counsel"), and the Company (hereafter collectively, the "Parties"). There were no intervenors.
- 5. The Parties have engaged in settlement discussions. As a result of these discussions, the Parties to this Stipulation agree to a resolution of all issues which arose in the proceeding and hereto stipulate as follows:

II. PSTAC

- 6. Pursuant to the Petition, the Company proposed to raise its Volumetric Treatment Charge, effective January 1, 2016.
- 7. By way of background, ACSC does not treat any sewage. Rather, ACSC is solely engaged in the collection and transmission of sewage within the City of Atlantic City. All of the sewage collected and transmitted by the Company is treated by the ACUA.
- 8. ACSC does not meter sewage flows, but bills its customers on the basis of water entering its customers' premises. ACSC is furnished data regarding water entering its customers' premises by the Atlantic City Municipal Utilities Authority ("ACMUA"), the entity

On March 8, 2016, the Company filed a letter with the Board amending its PSTAC filing to seek authority pursuant N.J.A.C. 14:9-8.1, et seq. and not N.J.A.C. 14:9-7.1 as erroneously stated in the Petition.

purveying water within the City of Atlantic City. Each year, ACSC bills its customers (other than certain large volume customers) based on water consumption during the prior year.

- 9. The Petition was based on projected consumption by customers for the billing cycles of January 1, 2016 through December 31, 2016, based upon actual 2015 consumption.
- 10. The Company's PSTAC rate is implemented through the use of its Volumetric Treatment Charge. In its initial filing, ACSC sought to increase its Volumetric Treatment Charge from its current level of \$25.251 per Mcf of metered water, to a rate of \$25.713 per Mcf of metered water, prior to compression.² The initial filing was based on estimates, preliminary in nature, and updated as the case progressed.
- 11. The amount of ACUA treatment costs to be recovered through the 2016 PSTAC is \$8,795,171. This amount has been further adjusted by the projected regulatory costs of \$8,000, as well as a \$592,471 under-collection in 2015 to reflect a total amount be recovered through the 2016 PSTAC of \$9,395,642. This is the amount to be recovered in 2016 through the Volumetric Treatment Charge, which is the rate through which the PSTAC is affected. When this amount is divided by the projected 2016 flows of 350,292.9 Mcf, the resulting PSTAC rate, prior to compression, is \$26.822 per Mcf. This represents an annual increase of \$14.61 or 2.75% on the average residential customers' annual sewerage bill.
- 12. The Volumetric Treatment Charge of \$26.822 assumes an implementation date of January 1, 2016. If a Board Order is effective as of July 1, 2016, it means that the 2016 PSTAC will only be recovered over 184 days, rather than 366 days. As a result, the PSTAC charge for 2016 will be compressed to a charge of \$28.376 per Mcf from the current PSTAC charge of \$25.251 per Mcf as portrayed on Exhibit "A". This represents an increase of \$3.125 per Mcf. If

² On April 5, 2016, the Company submitted a letter to the Board reflecting the Company's actual billing through March 2016. The updated Schedules supported the Company's proposed 2016 PSTAC rate of \$26.825, which differs from the proposed rate of \$25.713, as originally filed.

the Board should act on this matter after July 1, 2016 the charge may, if deemed necessary by the Parties, be further compressed in order to recover the appropriate amount.

- 13. Attached hereto as Exhibit "B" are the tariff sheets giving effect to the Volumetric Treatment Charge stipulated in this Stipulation. The Parties hereto agree that said tariff sheets are just and reasonable and should be accepted by the Board effective July 1, 2016, or as soon thereafter as the Board may issue an Order accepting the same. The Parties further acknowledge that any increase or resolution of any issue agreed to in this Stipulation shall become effective on a date certain as specified in the Board Order, after the service of the Board Order on all Parties of record, in accordance with N.J.S.A. 48:2-40.
- 14. Beginning January 1, 2017, the uncompressed PSTAC charge of \$26.822 per Mcf shall become effective resulting in a decrease of \$1.554 per Mcf from the compressed charge. The Company shall make a compliance filing with the Board effective January 1, 2017 incorporating this rate change. A copy of the proposed filing is attached hereto as Exhibit "C".
- 15. ACSC shall account for net cumulative over-recoveries and under-recoveries resulting from the PSTAC. These over-recoveries and under-recoveries will be charged or credited to the PSTAC in subsequent PSTAC proceedings. The net monthly cumulative over-recoveries and under-recoveries shall be calculated for each month, utilizing an average balance for each month. Interest on net cumulative monthly over-recoveries shall be credited to the PSTAC at an interest rate equal to the return on rate base of 6.96%. Similarly, interest on net monthly under-recoveries shall be charged against the PSTAC. If Petitioner has another base rate case completed while this PSTAC is in effect, the return on rate base utilized in that base rate case shall become the interest rate on net monthly cumulative over-recoveries and under-recoveries, on a prospective basis. If, as of December 31, 2016, interest shall be due the PSTAC,

such interest shall in fact be credited to the PSTAC. If, as of December 31, 2016, interest shall be chargeable against the PSTAC, said interest shall be eliminated through appropriate accounting entries.

III. <u>MISCELLANEOUS</u>

- 16. This Stipulation shall be binding on the Parties on approval of the Board. This Stipulation shall bind the Parties in this matter only and shall have no precedential value.
- 17. This Stipulation contains terms, each of which is interdependent with the others and essential in its own right to the signing of this Stipulation. Each term is vital to the agreement as a whole, since the Parties expressly and jointly state that they would not have signed the agreement had any term been modified in any way. Since the Parties have compromised in numerous areas, each is entitled to certain procedures in the event that any modifications whatsoever are made to this Stipulation.
- 18. If any modification is made to the terms of this Stipulation, the Signatory Parties each must be given the right to be placed in the position it was in before the Stipulation was entered into. It is essential that each Party be given the option, before the implementation of any new rate resulting from any modification of this Stipulation, either to modify its own position to accept the proposed changes, or to resume the proceeding as if no agreement had been reached.
- 19. The Parties believe that these procedures are fair to all concerned, and therefore, they are made an integral and essential element of this Stipulation.
- 20. This Stipulation may be executed in as many counterparts as there are signatories of this Stipulation, each of which counterparts shall be an original, but all of which shall constitute one and the same instrument.

THE ATLANTIC COTY SEWERAGE COMPANY
By: Stacy A. Mitchell Esquire
ROBERT LOUGY
ACTING ATTORNEY GENERAL OF NEW JERSEY
ATTORNEY FOR STAFF OF THE NEW JERSEY
BOARD OF PUBLIC UTILITIES
By:
Christopher M. Psihoules
Deputy Attorney General
STEFANIE A. BRAND
DIRECTOR, DIVISION OF RATE COUNSEL
Ву:
Susan McClure
Assistant Deputy Rate Counsel
2./
Dated: May 2016

THE ATLANTIC CYTY/SEWERAGE COMPANY
By: Stacy A. Mitchell Esquire
V
ROBERT LOUGY
ACTING ATTORNEY GENERAL OF NEW JERSEY
ATTORNEY FOR STAFF OF THE NEW JERSEY
BOARD OF PUBLIC UTILITIES
Ву:
Christopher M. Psihoules
Deputy Attorney General
O
STEFANIE A. BRAND
DIRECTOR, DIVISION OF RATE COUNSEL
By:
Susan McClure
Assistant Deputy Rate Counsel

Dated: May ____, 2016

By:

Stacy A. Mitchell Esquire

ROBERT LOUGY
ACTING ATTORNEY GENERAL OF NEW JERSEY
ATTORNEY FOR STAFF OF THE NEW JERSEY
BOARD OF PUBLIC UTILITIES

By:

Christopher M. Psihovies
Deputy Attorney General

STEFANIE A. BRAND
DIRECTOR, DIVISION OF RAFE COUNSEL

By:

Susan McClure
Assistant Deputy Rate Counsel

Dated: May ____, 2016

Exhibit A

THE ATLANTIC CITY SEWERAGE COMPANY 2016 PSTAC RATE CALCULATIONS

•	Amount
2016 New Annual PSTAC Rate	26.822
Current PSTAC Rate	25.251
Annual Rate Increase	1.571

COMPRESSED RATE CALCULATION

Annual Rate Increase	<u>Amount</u> 1.571
Times Number of Days Weighted Rate Increase	<u>x 366</u> <u>574.986</u>
Weighted Rate Increase Divided by Number of Days (Effective July 1, 2016)	574.986 184
Compressed Rate Increase	3,125
Current PSTAC Rate	25.251
Compressed Rate Increase	3.125
NEW 2015 PSTAC RATE	28,376
(Effective July 1, 2016)	

EXHIBIT B

THE ATLANTIC CITY SEWERAGE COMPANY B.P.U. NO. 9 – SEWER

SECOND REVISED SHEET NO. 1

TARIFF

FOR

SEWERAGE SERVICE

Applicable In

THE CITY OF ATLANTIC CITY

NEW JERSEY

Date of Issue:

January 26, 2016

Issued by:

LOUIS M. WALTERS, President & General Manager

1200 Atlantic Avenue

Atlantic City, New Jersey

Effective for Service rendered on and after

July 1, 2016.

TABLE OF CONTENTS

	Sheet No.
Title Page	Second Revised 1
Table of Contents	Second Revised 2
An Introduction to Customers	3
An Overview of Common Customer Complaints and Customer Rights	4
Deposits	
Deferred Payment Arrangement	5
Discontinuance of Service	5-6
Meters	6-7
Form of Bill for Metered Service	
Standard Terms and Conditions	
Territory to which Tariff Applies	8
General Rules	
General Provisions	
Definition of Terms	11
Nature and Extent of Services	
Requirements as to Wastewater Discharged	
Annual Charges for Sewerage Service	
Water Used from Sources Other Than the Public Water System	
Exemption for Water Not Entering the Sewerage System	
Billing	
Billing Year	13
Billing YearPayment for Sewerage Service	14
Requests for Disconnection of Service	
Schedule of Rates	
Application	15
Annual Rates	
Limitations on Wastewater Discharges	

Date of Issue:

January 26, 2016

Issued by:

LOUIS M. WALTERS, President & General Manager

1200 Atlantic Avenue Atlantic City, New Jersey Effective for Service rendered on and after

July 1, 2016.

Filed Pursuant to Decision and Order of the Board of Public Utilities in Docket No. WR16010086 dated July 1, 2016.

SCHEDULE OF RATES

Annual Rates

Fixed Charge

All customers shall pay the following annual fixed charge, based on the size of the water meter used in the rendering of water service:

	Total Annual
Size of Meter	Fixed Charge
5/8"	\$230
3/4	400
1	1,175
1-1/2	2,900
2	5,750
3	14,000
4	29,450
6	95,205
8	140,000
10 or larger	225,000

Volumetric Collection Charge

In addition to the annual fixed charge, all customers shall pay \$7.243 for each 1,000 cubic feet of metered water, measured to the nearest one-tenth.

Purchased Sewerage Treatment Adjustment Clause (PSTAC) Charge

In addition to the annual fixed charge and the volumetric collection charge, all customers shall pay \$28.376 for each 1,000 cubic feet of metered water, measured to the nearest one-tenth, for sewerage treatment costs assessed the Company by the relevant treating wastewater facility.

Date of Issue:

January 26, 2016

Issued by:

LOUIS M. WALTERS, President & General Manager

1200 Atlantic Avenue Atlantic City, New Jersey Effective for Service rendered on and after July 1, 2016.

Filed Pursuant to Decision and Order of the Board of Public Utilities in Docket No. WR16010086 dated July 1, 2016.

EXHIBIT C

THE ATLANTIC CITY SEWERAGE COMPANY B.P.U. NO. 9 – SEWER

THIRD REVISED SHEET NO. 1

TARIFF

FOR

SEWERAGE SERVICE

Applicable In THE CITY OF ATLANTIC CITY

NEW JERSEY

Date of Issue:

January 26, 2016

Issued by:

LOUIS M. WALTERS, President & General Manager

1200 Atlantic Avenue Atlantic City, New Jersey Effective for Service rendered on and after January 1, 2017.

TABLE OF CONTENTS

	Sheet No.
Title Page	Third Revised 1
Table of Contents	Third Revised 2
An Introduction to Customers	3
An Overview of Common Customer Complaints and Customer Rights	4
Deposits	4-5
Deferred Payment Arrangement	5
Discontinuance of Service	5-6
Meters	6-7
Form of Bill for Metered Service	
Standard Terms and Conditions	
Territory to which Tariff Applies	8
General Rules	
General Provisions	
Definition of Terms	11
Nature and Extent of Services	
Requirements as to Wastewater Discharged	
Annual Charges for Sewerage Service	
Water Used from Sources Other Than the Public Water System	
Exemption for Water Not Entering the Sewerage System	
Billing	
Billing Year	
Payment for Sewerage Service	
Requests for Disconnection of Service	
Schedule of Rates	
Application	15
Annual Rates	
Limitations on Wastewater Discharges	

Date of Issue:

January 26, 2016

Issued by:

LOUIS M. WALTERS, President & General Manager

1200 Atlantic Avenue Atlantic City, New Jersey Effective for Service rendered on and after January 1, 2017.

Filed Pursuant to Decision and Order of the Board of Public Utilities in Docket No. WR16010086 dated July 1, 2016.

SCHEDULE OF RATES

Annual Rates

Fixed Charge

All customers shall pay the following annual fixed charge, based on the size of the water meter used in the rendering of water service:

	Total Annual
Size of Meter	Fixed Charge
5/8"	\$230
3/4	400
1	1,175
1-1/2	2,900
2	5,750
3 ,	14,000
4	29,450
6	95,205
8	140,000
10 or larger	225,000

Volumetric Collection Charge

In addition to the annual fixed charge, all customers shall pay \$7.243 for each 1,000 cubic feet of metered water, measured to the nearest one-tenth.

Purchased Sewerage Treatment Adjustment Clause (PSTAC) Charge

In addition to the annual fixed charge and the volumetric collection charge, all customers shall pay \$26.822 for each 1,000 cubic feet of metered water, measured to the nearest one-tenth, for sewerage treatment costs assessed the Company by the relevant treating wastewater facility.

Date of Issue:

January 26, 2016

Issued by:

LOUIS M. WALTERS, President & General Manager

1200 Atlantic Avenue Atlantic City, New Jersey Effective for Service rendered on and after January 1, 2017.

Filed Pursuant to Decision and Order of the Board of Public Utilities in Docket No. WR16010086 dated July 1, 2016.