NOTICE TO THE PUBLIC OF AN APPLICATION BY AQUA VIRGINIA, INC.

FOR APPROVAL OF A WATER AND WASTEWATER INFRASTRUCTURE SERVICE CHARGE PLAN AND FOR AUTHORITY TO IMPLEMENT WATER AND WASTEWATER WWISC RIDERS

CASE NO. PUR-2022-00113

- Aqua Virginia Inc. has applied for approval of Water and Wastewater Infrastructure Service Charge ("WWISC") Plan and For Authority to Implement Water and Wastewater WWISC Riders.
- Aqua Virginia seeks to recover a revenue requirement of approximately \$411,000 via the proposed WWISC Water Rider associated with approximately \$6,185,000 in WWISC-eligible water main replacement projects.
- Aqua Virginia further seeks to recover approximately \$148,000 in revenues via the proposed Wastewater WWISC Rider associated with approximately \$1,490,000 in WWISC-eligible wastewater projects.
- A Hearing Examiner appointed by the Commission will hold a telephonic hearing in this case on January 25, 2023, at 10 a.m., for the receipt of public witness testimony.
- The Hearing Examiner will hold an evidentiary hearing in this case on January 25, 2023, at 10 a.m., immediately following the public witness hearing, in the Commission's second floor courtroom located in the Tyler Building, 1300 East Main Street, Richmond, Virginia 23219.
- Further information about this case is available on the State Corporation Commission's website at: scc.virginia.gov/case.

On August 15, 2022, Aqua Virginia, Inc. ("Aqua Virginia" or "Company") completed the filing of an application ("Application") with the State Corporation Commission ("Commission") for approval of a water and wastewater infrastructure service charge plan ("WWISC Plan" or "Plan"), and for authority to implement water and wastewater WWISC riders ("Water WWISC Rider" and "Wastewater WWISC Rider;" collectively, "Riders") recovering costs of approved infrastructure replacement in a program substantively identical to the WWISC pilot program authorized by the Final Order entered October 19, 2018 in Case No. PUR-2017-00082 and the WWISC authorized in Case No. PUR-2019-00209.

Through the Application, Aqua Virginia seeks approval for:

- 1. Recovery of a revenue requirement of approximately \$411,000 via the proposed Water WWISC Rider associated with approximately \$6,185,000 in WWISC-eligible water main replacement projects;
- 2. Recovery of approximately \$148,000 in revenues via the proposed Wastewater WWISC Rider associated with approximately \$1,490,000 in WWISC-eligible wastewater infiltration and inflow ("I&I") projects;
- 3. Aqua Virginia proposes a volumetric charge of \$0.3910 per 1,000 gallons of water used and \$0.5205 per 1,000 gallons of wastewater billed, to be applied across all customer classes and all bills rendered with an ending read date equal to or greater than the effective date of the Company's proposed WWISC tariff. The true-up component of the proposed Riders is zero; and
- 4. Aqua Virginia has requested to add to customer bills, the Company's new Water WWISC and Wastewater WWISC Riders, effective for the period from 120 days after filing of this Application until the filing of the Company's next WWISC proceeding or the effective date of interim base rates in its next base rate case, whichever comes first.

The proposed WWISC projects include six main replacement projects and three wastewater system rehabilitation projects:

- Aqua Virginia's Twin Cedars system. Twin Cedars is a community of approximately 31 homes in Caroline County.
 This system experiences a main break rate of approximately 224 breaks per 100 miles per year and has a non-revenue water ("NRW") of 26%. The entire system is comprised of two-inch PVC mains. The proposed main replacement project will replace approximately 2,400 feet at a total project cost of \$280,000.
- Aqua Virginia's Callao system. Callao serves a community of 134 homes in Northumberland County. The system
 experiences a main break rate of approximately 47 breaks per 100 miles per year. Of the 2.8 miles of distribution
 mains in the system, approximately 4% are asbestos cement and 46% are cast iron. The remaining distribution
 mains are PVC. The replacement of the asbestos cement and cast-iron mains requires approximately 8,570 feet of
 new mains and is estimated to cost \$895,000.
- Aqua Virginia's White Stone system. White Stone is a town with approximately 276 connections in Lancaster County. The system experiences a main break rate of approximately 22 breaks per 100 miles per year and has a NRW of 31%. Of the six miles of distribution mains in the system, approximately 14% are asbestos cement and 35% are cast iron. The remaining distribution mains are PVC. The replacement of the asbestos cement and cast iron mains requires approximately 21,000 feet of new mains and is estimated to cost \$2,135,000.
- Aqua Virginia's Foxwells system. Foxwells is a community of approximately 69 homes in Lancaster
 County. The system experiences a main break rate of approximately 71 breaks per 100 miles per year and has a