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THE GENERAL ASSEMBLY OF PENNSYLVANIA

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HOUSE BILL

No. 1864 Session of  
2023

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INTRODUCED BY MATZIE, BOROWSKI, HANBIDGE, KAZEEM, KRUEGER,  
O'MARA, SAPPEY, McNEILL, MADDEN, DONAHUE, T. DAVIS, PROBST,  
HADDOCK, KINSEY, FIEDLER, DELLOSO, KRAJEWSKI, MAYES AND  
DALEY, NOVEMBER 30, 2023

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REFERRED TO COMMITTEE ON CONSUMER PROTECTION, TECHNOLOGY AND  
UTILITIES, NOVEMBER 30, 2023

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AN ACT

1 Amending Title 66 (Public Utilities) of the Pennsylvania  
2 Consolidated Statutes, in rates and distribution systems,  
3 further providing for valuation of acquired water and  
4 wastewater systems.

5 The General Assembly of the Commonwealth of Pennsylvania  
6 hereby enacts as follows:

7 Section 1. Section 1329(c) of Title 66 of the Pennsylvania  
8 Consolidated Statutes is amended by adding paragraphs to read:

9 § 1329. Valuation of acquired water and wastewater systems.

10 \* \* \*

11 (c) Ratemaking rate base.--The following apply:

12 \* \* \*

13 (3) The depreciated original cost of the acquired system  
14 as calculated under subsection (d)(5) may be incorporated  
15 into ratemaking rate base as soon as the first base rate case  
16 post-closing or in the entity's initial tariff filing.

17 (4) The difference between the depreciated original

1 cost calculated under subsection (d) (5) and the ratemaking  
2 rate base of the selling utility as determined under  
3 paragraph (2) shall be incorporated into the rate base of the  
4 acquiring public utility equally over the three base rate  
5 cases after closing or in the entity's first three base rate  
6 cases after its initial tariff filing.

7 \* \* \*

8 Section 2. This act shall take effect in 60 days.