

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF DELAWARE

IN THE MATTER OF THE PETITION OF)
ARTESIAN WATER COMPANY, INC. FOR A)
REVISION TO RATES ASSESSED PURSUANT) PSC DOCKET NO. 15-1049
TO INTERCONNECTION AGREEMENTS)
(FILED JUNE 18, 2015; AMENDED)
JULY 15, 2015))

ORDER NO. 8766

This 21st day of July, 2015, the Delaware Public Service Commission ("Commission") determines and orders the following:

WHEREAS, Artesian Water Company, Inc. ("AWC") has a purchased water contract (interconnection agreement) with Artesian Water Maryland, Inc. ("Artesian Maryland") for water delivered via the water interconnection located between the two companies' water distribution systems near Route 40 and Rose Tree Lane at the Maryland/Delaware State Line. The price AWC charges Artesian Maryland for water under this interconnection agreement is equal to the rate assessed to AWC by the Chester Water Authority ("CWA") or its successor(s) plus a transmission fee of 10% of such rate;¹ and

WHEREAS, AWC also has a purchased water contract (interconnection agreement) with the Town of Chesapeake City, Maryland ("Town of Chesapeake") for water delivered via the water interconnection located in Delaware on Chesapeake City Road at the Maryland/Delaware State

¹ See Order No. 8086 (December 20, 2011) for the history of the Commission's review and approval of the interconnection agreement between AWC and Artesian Maryland.

line.² The price AWC charges the Town of Chesapeake for water under this interconnection agreement is equal to the rate assessed to AWC by CWA or its successor(s) plus a transmission fee of 20% of such rate;³ and

WHEREAS, the rate which CWA charges AWC includes a fixed per 1,000 gallon charge assessed by the Susquehanna River Basin Commission ("SRBC") to CWA; and

WHEREAS, on June 12, 2015, CWA notified AWC that because the SRBC was increasing its rates for water services, CWA was in turn increasing the rates it charges AWC - from \$3.43 per 1,000 gallons to \$3.435 per 1,000 gallons -- effective September 15, 2015. A copy of the CWA letter notice to AWC is attached as Exhibit "A". SRBC was scheduled to ratify the increase on June 4, 2015, via a resolution. A copy of the final, approved resolution of SRBC is attached as Exhibit "B"; and

WHEREAS, on June 18, 2015, AWC filed a petition ("Petition") with the Commission seeking an order authorizing revised interconnection rates to be effective October 15, 2014.⁴ These revised interconnection rates would be for both Artesian Maryland and the Town of Chesapeake based on the proposed increase in rates charged by CWA to AWC; and

² See Order No. 8289 (February 21, 2014) for the latest order regarding the interconnection rates that AWC charges the Town of Chesapeake.

³ AWC also adds to the interconnection rate and the 20% transmission fee its currently-approved 6" meter customer service charge as allowed by the interconnection agreement between AWC and the Town of Chesapeake.

⁴ The Petition listed an effective date of October 15, 2014, but this date was an error which AWC later corrected by filing an amendment to the Petition.

WHEREAS, on July 16, 2015, AWC filed an amended petition (the "Amendment") which listed September 15, 2015, as the effective date for the revised interconnection rates; and

WHEREAS, AWC proposes to increase the interconnection rate for Artesian Maryland from \$3.773 per 1,000 gallons to \$3.779 per 1,000 gallons, the proposed new rate reflects the rate change of \$0.005 per 1,000 gallons charged by CWA plus a 10% transmission fee. A copy of the proposed revised rate for Artesian Maryland is attached as Exhibit "C"; and

WHEREAS, AWC proposes to increase the interconnection rate for the Town of Chesapeake from \$4.116 per 1,000 gallons to \$4.122 per 1,000 gallons, the proposed new rate reflects the rate change of \$0.005 per 1,000 gallons charged by CWA plus a 20% transmission fee. A copy of the proposed revised rate for the Town of Chesapeake is attached as Exhibit "D"; and

WHEREAS, the Commission Staff ("Staff") has reviewed the Petition, the Amendment, and the supporting documents and has confirmed that the projected increase in revenues will not cause AWC to earn a return in excess of that allowed in Docket No. 11-207. Accordingly, Staff recommends approval of the Amended Petition, subject to the condition that such approval would not be construed as approval for rate-making treatment for future rate cases;

**NOW, THEREFORE, IT IS HEREBY ORDERED BY THE AFFIRMATIVE
VOTE OF NOT FEWER THAN THREE COMMISSIONERS:**

1. The Commission hereby authorizes AWC to charge Artesian Maryland an interconnection rate, effective September 15, 2015, in an

amount equal to the price AWC pays to CWA for water delivered to AWC at its Route 7 interconnection in Hockessin, Delaware, plus a 10% "transmission fee" or \$3.779 per 1,000 gallons. This Artesian Maryland interconnection rate is listed on the attached Exhibit "C".

2. The Commission also hereby authorizes AWC to charge the Town of Chesapeake an interconnection rate, effective September 15, 2015, in an amount equal to the price that AWC pays to CWA for water delivered to via the water interconnection located between the two companies' water distribution systems near Route 40 and Rose Tree land, at the Maryland/Delaware state line, plus a 20% transmission fee and the currently-approved 6" meter customer service, or \$4.122 per 1,000 gallons. This Town of Chesapeake interconnection rate is listed in the attached Exhibit "D".

3. AWC shall update its tariff leafs regarding the new interconnection rates for Artesian Maryland and for the Town of Chesapeake and shall file with the Commission a new petition if there are any future increases in the rates that CWA charges to AWC.

4. AWC shall notify the Commission of any material modifications or amendments to (i) the Interconnection Agreement between AWC and CWA, (ii) the Interconnection Agreement between AWC and Artesian Maryland, or (iii) the Interconnection Agreement between AWC and the Town of Chesapeake.

5. This approval shall not be construed, in any manner, as endorsing any ratemaking treatment for any future rate case.

6. AWC is hereby notified that it will be assessed the costs of this proceeding pursuant to 26 Del. C. §114(b).

7. The Commission reserves the jurisdiction and authority to enter such further orders in this matter as may be deemed necessary or proper.

BY ORDER OF THE COMMISSION:

Chair

Commissioner

Commissioner

Commissioner

Commissioner

ATTEST:

Secretary

Exhibit A

EXHIBIT "A"

NOTICE FROM CHESTER WATER AUTHORITY, INC.
TO ARTESIAN WATER COMPANY, INC. REGARDING
INCREASE IN SUSQUEHANNA RIVER BASIN COMMISSION RATES



Chester Water Authority

P.O. Box 467 • Chester, PA 19016-0467
(610) 876-8181 • FAX (610) 876-1657

June 12, 2015
2522-2015

Attention: Ms. Dian Taylor
Artesian Water Company, Inc.
PO Box 15004
Wilmington, DE 19850

Re: Susquehanna River Basin Commission Rate Increase

Dear Ms. Taylor:

Chester Water Authority has been notified the Susquehanna River Basin Commission (SRBC) has increased their rates from \$0.32 to \$0.325 per 1,000 gallons of water starting July 1, 2015.

Please be advised effective September 15, 2015, the new rate for water utilities in the Village Green West Area will be \$3.435 per 1,000 gallons of water.

Enclosed for your information is a revised rate schedule reflecting the SRBC rate increase. Please feel free to contact us should you have any questions on our rates or service.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Thomas A. Zetuský Sr.', with a horizontal line extending to the right.

Thomas A. Zetuský Sr.
Director, Business Office

C: RCW
AAW
LAS

CHESTER WATER AUTHORITY
COMPARATIVE RATE SCHEDULE
NEW RATES EFFECTIVE JULY 1, 2015

CONSUMPTION CHARGES - GENERAL SERVICE - Includes Residential, Commercial, Industrial, and Municipal Customers				
Gallons Per Month	Village Green East		Village Green West	
	<i>Rate Effective 7/1/10</i> <i>Per 1,000 Gallons</i>		<i>Rate Effective 7/1/10</i> <i>Per 1,000 Gallons</i>	
For the First 25,000	\$	4.61	\$	5.92
For the Next 225,000		2.96		4.15
For all Over 250,000		2.31		3.95

CONSUMPTION CHARGES - WATER UTILITIES				
Consumption Charges	Village Green East		Village Green West	
	<i>Rate Effective 7/1/15</i>		<i>Rate Effective 7/1/15</i>	
Rate per 1,000 Gallons		2.82	\$	3.17
Rate per 1,000 Gallons for Customers subject to SRBC charge of \$0.325 per 1,000 gallons		3.195		3.435

BASE CHARGES - Village Green East and West Service Areas - All Customers		
Size of Meter		<i>Rate Effective 7/1/10</i> <i>Per Month</i>
5/8 Inch		\$ 12.10
3/4 Inch (Combined General & Fire)		14.26
3/4 Inch		18.36
1 Inch (Combined General & Fire)		14.26
1 Inch		27.54
1-1/2 Inch		61.56
2 Inch		104.87
3 Inch		222.59
4 Inch		363.90
6 Inch		663.01
8 Inch		1,587.60
10 Inch		2,393.44
12 Inch		2,691.36

* Residential General Service and Fire Service Combined.

BASE CHARGES - PRIVATE FIRE PROTECTION SERVICE - All Customers				
Size of Meter or Service Size, If Unmetered	Village Green East Service Area		Village Green West Service Area	
	<i>Rate Effective 7/1/10</i> <i>Per Month</i>		<i>Rate Effective 7/1/10</i> <i>Per Month</i>	
5/8 Inch	\$	9.40	\$	11.55
3/4 Inch		14.26		17.16
1 Inch		22.14		25.74
1-1/2 Inch		48.82		57.20
2 Inch		73.73		92.73
3 Inch		134.46		138.29
4 Inch		241.06		281.49
6 Inch		482.11		563.20
8 Inch		872.86		1,020.58
10 Inch		1,442.99		1,689.42
12 Inch		2,078.57		2,429.92

FIRE PROTECTION SERVICE - PUBLIC FIRE HYDRANTS				
Rate per Hydrant	Village Green East		Village Green West	
	<i>Rate Effective 7/1/10</i> <i>Per Month</i>		<i>Rate Effective 7/1/10</i> <i>Per Month</i>	
	\$	32.30	\$	36.30

02/12/10

Exhibit B

EXHIBIT "B"

RESOLUTION OF SUSQUEHANNA RIVER BASIN COMMISSION
APPROVING RATE INCREASE FOR CHESTER WATER AUTHORITY

RESOLUTION NO. 2015-04

A RESOLUTION of the Susquehanna River Basin Commission (the "Commission") adopting the Regulatory Program Fee Schedule for FY 2016.

WHEREAS, pursuant to Article 3, Section 3.9 of the Susquehanna River Basin Compact (the "Compact"), the Commission's regulations, 18 CFR Parts 801, 806-808, and previously adopted resolutions of the Commission, the most recent of which is Resolution No. 2012-06 of June 7, 2012, the Commission imposes certain fees to help defray the cost of its Regulatory Program for water resource projects; and

WHEREAS, Resolve No. 3 of Resolution 2005-03 provided that the Regulatory Program Fee Schedule be adjusted annually in accordance with changes in the U.S. Consumer Price Index; and

WHEREAS, Resolve No. 2 of Resolution No. 2008-03 provided that the Consumptive Use Mitigation Fee be adjusted annually based on the U.S. Army Corps of Engineers Civil Works Construction Cost Index System average for the immediately previous four quarters for which indexing data are available; and

WHEREAS, Resolve No. 4 of Resolution No. 2012-06 provided that, beginning with the adoption of a Regulatory Program Fee Schedule for FY 2013 and then continuing for four successive fiscal years thereafter, the fees associated with groundwater withdrawal applications, in addition to being adjusted in accordance with the Consumer Price Index, shall also be increased 10 percent per year; and

WHEREAS, in addition to the said adjustments, certain other revisions to the Regulatory Program Fee Schedule are needed; and

WHEREAS, the Commission has actively sought public comment on the proposed Regulatory Program Fee Schedule by posting it on its website, and by holding a public hearing covering the proposed fee schedule for FY 2016 on April 30, 2015, with an open written comment period to May 11, 2015.

NOW THEREFORE BE IT RESOLVED THAT:

1. The Commission hereby adopts a Regulatory Program Fee Schedule for FY 2016 implementing the above-referenced revisions, which is attached hereto and made a part of this Resolution.

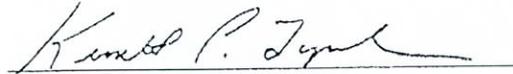
2. Resolve No. 3 of Resolution No. 2005-03 providing that the Regulatory Program Fee Schedule be adjusted annually in accordance with changes in the U.S. Consumer Price Index, is incorporated herein and made a part of this Resolution, and shall remain in full force and effect.

3. Resolve No. 2 of Resolution No. 2008-03 providing that the Consumptive Use Mitigation Fee shall be adjusted annually based on the U.S. Army Corps of Engineers Civil Works Construction Cost Index System average for the immediately previous four quarters for which indexing data are available, is incorporated herein and made a part of this Resolution, and shall remain in full force and effect.

4. Resolve No. 4 of Resolution No. 2012-06 providing that, with the adoption of a Regulatory Program Fee Schedule for FY 2013 and then continuing for four successive fiscal years thereafter, the fees associated with groundwater withdrawal applications, in addition to being adjusted in accordance with the Consumer Price Index, shall also be increased 10 percent per year, is incorporated herein and made a part of this Resolution, and shall remain in full force and effect.

5. The fees set forth in the attached Regulatory Program Fee Schedule shall become effective July 1, 2015.

Dated: June 4, 2015


Kenneth P. Lynch, Chair
New York



SUSQUEHANNA RIVER BASIN COMMISSION

4423 North Front Street • Harrisburg, Pennsylvania 17110-1788

(717) 238-0423 Phone • (717) 238-2436 Fax

www.srbc.net

REGULATORY PROGRAM FEE SCHEDULE

Effective July 1, 2015

Adopted by Resolution No. 2015-04, June 4, 2015

1. The Susquehanna River Basin Commission (Commission) requires payment of nonrefundable fees for the review of applications (see tables herein). The following categories of projects require approval by the Commission under the Susquehanna River Basin Compact (the "Compact") and Commission regulations found in 18 CFR Parts 801 and 806.
 - a. Consumptive uses, including all related administrative approvals under 18 CFR §806.22.
 - b. Surface water and groundwater withdrawals, including any related aquifer testing plan evaluations, waiver requests, or aquatic resource surveys.
 - c. Diversions.
 - d. Hydroelectric projects.
 - e. Any other projects requiring the review and approval of the Commission under the Compact that do not involve a request for a quantity of water.
 - f. Other applications required under 18 CFR §806.5.
2. If any project involves more than one of the above categories, a separate fee is required for each category.
3. Fees for Consumptive Use Mitigation and Annual Compliance and Monitoring are also set forth in this schedule.
4. The appropriate fee must be submitted to the Commission with the project application (see Paragraph 13 regarding an installment payment option). Failure to submit payment of the fee or submission of an insufficient fee with the application will result in its return to the project sponsor or, at the discretion of the Commission, an additional billing of the proper fee to the project sponsor. Except as otherwise provided in Paragraph 9, refunds will be made for any portion of a fee payment submitted with the application that exceeds the

A water management agency serving the Susquehanna River Watershed

appropriate amount identified on the tables herein. The Commission will not take action on a project application until the appropriate fees are paid.

5. Agencies of the member jurisdictions to the Compact with applicable member jurisdiction-wide authority are exempt from project review fees. Political subdivisions of the member jurisdictions, as defined herein, are subject to these fees.
6. Agricultural water use projects, as defined in 18 CFR §806.3, are exempt from the fees set forth in this schedule.
7. Public water systems owned and operated by a governmental authority, as defined in 18 CFR §806.3, are eligible to pay the discounted fee amounts identified in the "Municipal Fee" category listed on the tables herein.
8. Groundwater remediation systems approved by an agency of a member jurisdiction shall pay a single withdrawal application fee based on the total requested quantity of withdrawal to create a single, localized depression within the groundwater table, regardless of the number of individual recovery wells being used in the system. Such systems shall also pay a single annual compliance and monitoring fee.
9. Fees paid in accordance with this schedule are nonrefundable, except as allowed for in Paragraph 14. Fees are not reduced nor any amount credited to the project sponsor if the Commission's approval authorizes a rate of withdrawal or quantity of water that is less than that requested by the project sponsor, or if application deficiencies cause Commission staff to terminate review of the application during the review process.
10. If submitting paper application forms, project sponsors must complete and submit the enclosed Project Review Fee Worksheet (page 11) with their application payment.
11. When fees calculated in accordance with this schedule are deemed to be insufficient to cover costs associated with applications or compliance, or where technical assistance is otherwise provided at the request of the project sponsor, the project sponsor shall be responsible for all costs associated with actual hours worked by Commission staff, including an allocation of salary, fringe benefits and overhead costs. Projects which may require additional fees include, but are not limited to: withdrawals for power plants, out-of-basin diversions of water, and withdrawals from waterbodies identified under Commission Policy No. 2012-01 as Exceptional Quality or as Aquatic Resource Class 1 or 2. Efforts will be made to notify the project sponsor in advance if additional fees are anticipated.
12. The Commission may, for good cause shown, waive or partially waive any of the fees set forth herein for situations that include, but are not limited to: (a) an incentive for the use of impaired waters in accordance with Commission Resolution No. 2012-01; (b) applications that have previously undergone substantive analysis through member jurisdiction reviews or other previous and/or concurrent Commission reviews; and (c) certain technical considerations that reduce review requirements, such as multiple sources that may be evaluated as a single source (e.g., a wellfield). The Executive Director is authorized to grant fee waivers or partial waivers of \$15,000 or less. Any

requests for waivers or partial waivers for application fees related to projects proposing to use mine degraded water shall be considered in accordance with Commission Policy No. 2009-01. Applicants subject to financial constraints may consider the installment options set forth in Paragraph 13.

13. If the fees for any single application exceed \$25,000, or if the fees for a set of applications exceed \$50,000, project sponsors have the option of making installment payments. This option provides for the payment of up to three consecutive equal annual installments with interest thereon at a rate of prime¹ plus 2 percent, but not less than 5 percent per annum on the unpaid balance. The project sponsor should indicate that it intends to use this option when making application, and must submit an agreement for terms of payment in a form and manner prescribed by the Commission. Municipal project sponsors (see Paragraph 17) have the option of making installment payments for fees exceeding \$15,000 in total, and may make payments of up to five equal annual installments with interest thereon at a rate of prime¹ plus 2 percent, but not less than 5 percent per annum on the unpaid balance. The first annual installment is due at the time the application is submitted.
14. The Executive Director is authorized to refund up to 50 percent of the application fee, depending upon staff effort expended, if the project sponsor voluntarily withdraws an administratively incomplete application prior to the commencement of technical review. Project sponsors will be notified electronically when an application is deemed administratively complete and technical review begins.
15. All projects approved by the Commission on or after January 1, 2010, including modification approvals and renewals, shall also be subject to annual compliance and monitoring fees as set forth herein. Fees are due and payable within 30 days from the date of invoice.
16. The fee which is due is based upon the fee schedule in effect on the date that the application is submitted to the Commission.
17. For purposes of this fee schedule, municipalities are defined as political subdivisions of the member states, which shall include counties, townships, towns, boroughs, villages, cities, authorities, boards or any other organizations or public benefit corporations created by the member jurisdictions and not having jurisdiction-wide authority. When a municipality engages in private enterprise activities unrelated to traditional delivery of potable water to residences and businesses within its prescribed service area, fees associated with such activities will be subject to the standard fees applicable to any private enterprise.
18. Applications which are submitted in error, which contain significant errors requiring Commission staff support to correct, or which are withdrawn prior to the start of administrative review will incur an administrative fee of \$250 per application to cover costs associated with correcting the error(s). This fee will be subtracted from any refund payment that is made to a project sponsor for the associated application when a payment has been made.

¹ Prime refers to the U.S. Prime Rate at the time of the installment payment request.

TABLE 1. PROJECT REVIEW FEES

Project Category	Requested Quantities ¹ or Capacities	Standard Fee	Municipal Fee
Consumptive Water Use	20,000 gallons per day (gpd) – 99,999 gpd	\$ 3,050	\$ 2,440
	100,000 gpd – 499,999 gpd	6,125	4,900
	500,000 gpd – 999,999 gpd	12,150	9,720
	1 million gpd (mgd) – 5 mgd	36,350	29,080
	Over 5 mgd	60,625	48,500
Approval by Rule Consumptive Use; 18 CFR §806.22(e)	20,000 gpd – 99,999 gpd	\$ 1,550	\$ 1,240
	100,000 gpd – 499,999 gpd	3,075	2,460
	500,000 gpd – 999,999 gpd	8,075	6,460
	Over 999,999 gpd	see footnote ²	see footnote ²
Approval by Rule ³ Consumptive Use; 18 CFR §806.22(f)	<u>Unconventional Natural Gas or Other Hydrocarbon Development</u>	\$ 10,000	
	<u>Water Source:</u>		Not Applicable
	Source Registration; Subsection (12)	530	
	Source Approval; Subsection (13) Hydrocarbon Water Storage Facilities; Subsection (14)	1,125 2,575	
Surface Water Withdrawals ^{4,5}	Less than 100,000 gpd	\$ 5,300	\$ 4,240
	100,000 gpd – 249,999 gpd	7,950	6,360
	250,000 gpd – 499,999 gpd	10,600	8,480
	500,000 gpd – 999,999 gpd	13,250	10,600
	1 mgd – 5 mgd	15,875	12,700
	5,000,001 gpd – 10 mgd	34,500	27,600
	Over 10 mgd	34,500 + \$5,875 for each additional 1 mgd increment ^{6,7}	27,600 + \$4,700 for each additional 1 mgd increment ^{6,7}
Groundwater Withdrawals ^{4,5}	Less than 100,000 gpd	\$ 7,475	\$ 4,487
	100,000 gpd – 199,999 gpd	11,250	6,750
	200,000 gpd – 499,999 gpd	15,050	8,994
	500,000 gpd – 999,999 gpd	18,800	11,249
	1 mgd – 5 mgd	22,525	13,482
	5,000,001 gpd – 10 mgd	48,895	29,279
	Over 10 mgd	48,895 + \$8,580 for each additional 1 mgd increment ^{6,7}	29,279 + \$5,142 for each additional 1 mgd increment ^{6,7}
<u>Diversions:</u> Into Basin	All quantities	\$ 10,125	\$ 8,100
	Out of Basin	10,125 30,350 + consumptive use fee (unless not applicable)	8,100 24,280 + consumptive use fee (unless not applicable)

TABLE 1. PROJECT REVIEW FEES (continued)

Project Category	Requested Quantities ¹ or Capacities	Standard Fee	Municipal Fee
Hydroelectric Projects (New or Re-licensing)	Greater than 10 megawatts (anything less subject to "all other projects" category below)	\$236,325	Not Applicable
All other projects requiring review and approval and not otherwise specified	All quantities or capacities	\$ 5,050	\$ 4,040
Aquatic Resource Survey ^{5,8}		\$ 5,875	\$ 4,700
Pre-Drill Well Site Review ⁹		\$ 2,275	\$ 1,820
Aquifer Testing Plan ^{4,10}		\$ 5,125	\$ 3,832
Aquifer Testing Plan Waiver Request Evaluation ^{4,10}		\$ 5,125	\$ 3,832
Emergency Certificate		\$ 5,050	\$ 4,040

¹ Fees are based on the maximum withdrawal amount (on a peak day or 30-day average basis, as appropriate) requested in the application.

² Projects under 18 CFR §806.22(e) which will require consumptive use of more than 999,999 gpd should consult with Commission staff prior to submitting an application. Fees for these projects will be subject to Paragraph 11 of this fee schedule, but in no case will pay less than \$8,075 (\$6,460 for municipal projects).

³ Except where the project sponsor has an approved docket, any water source serving an Approval by Rule must be either registered or administratively approved, regardless of quantity.

⁴ A separate application fee is required for each withdrawal location, except for groundwater remediation systems that may be eligible for a single fee.

⁵ An aquatic resource survey fee may be required for applications for surface water and groundwater withdrawals, or for modifications or renewals of approved withdrawals (see footnote 8).

⁶ 1 mgd increment includes any amount from 1 gallon to the next mgd.

⁷ The maximum calculation of a project fee for this category will be \$282,675.

⁸ Aquatic resource surveys will be conducted on streams when recent relevant data are not available to evaluate the potential impacts of a withdrawal. Commission staff will make that determination during the review of an application and will invoice this fee separately.

⁹ Project sponsors may request a pre-drilling evaluation for proposed groundwater withdrawals. Fifty percent (50%) of the fee paid for a pre-drilling evaluation will be applied towards the aquifer testing plan fee for a well that was completed at the same borehole location identified in and evaluated with the pre-drilling well site review.

¹⁰ If a waiver for an aquifer testing plan is requested and denied, the project sponsor will be required to develop an aquifer testing plan and pay an additional fee.

TABLE 2. PROJECT REVIEW MODIFICATION FEES

Project Category	Amount of Requested Increase in Quantities or Capacities ¹	Standard Fee	Municipal Fee
Consumptive Water Use	Less than 100,000 gpd	\$ 3,050	\$ 2,440
	100,000 gpd – 499,999 gpd	6,125	4,900
	500,000 gpd – 999,999 gpd	12,150	9,720
	1 mgd – 5 mgd	36,350	29,080
	Over 5 mgd	60,625	48,500
Approval by Rule Consumptive Use; 18 CFR §806.22(e)	Less than 100,000 gpd	\$ 1,550	\$ 1,240
	100,000 gpd – 499,999 gpd	3,075	2,460
	500,000 gpd – 999,999 gpd	8,075	6,460
	Over 999,999 gpd	see footnote ²	see footnote ²
Approval by Rule Consumptive Use; 18 CFR §806.22(f)	Unconventional Natural Gas or Other Hydrocarbon Development	\$ 1,125	Not Applicable
	Water Source	1,125	
Surface Water Withdrawals ³	Less than 100,000 gpd	\$ 5,300	\$ 4,240
	100,000 gpd – 249,999 gpd	7,950	6,360
	250,000 gpd – 499,999 gpd	10,600	8,480
	500,000 gpd – 999,999 gpd	13,250	10,600
	1 mgd – 5 mgd	15,875	12,700
	5,000,001 gpd – 10 mgd	34,500	27,600
	Over 10 mgd	34,500 + \$5,875 for each additional 1 mgd increment ^{4,5}	27,600 + \$4,700 for each additional 1 mgd increment ^{4,5}
Groundwater Withdrawals ³	Less than 100,000 gpd	\$ 7,475	\$ 4,487
	100,000 gpd – 199,999 gpd	11,250	6,750
	200,000 gpd – 499,999 gpd	15,050	8,994
	500,000 gpd – 999,999 gpd	18,800	11,249
	1 mgd – 5 mgd	22,525	13,482
	5,000,001 gpd – 10 mgd	48,895	29,279
	Over 10 mgd	48,895 + \$8,580 for each additional 1 mgd increment ^{4,5}	29,279 + \$5,142 for each additional 1 mgd increment ^{4,5}
Diversions: Into Basin	All quantities	\$ 10,125	\$ 8,100
	Out of Basin	10,125	8,100
	Less than 250,000 gpd	30,350 +	24,280 +
	250,000 gpd or greater	consumptive use fee (unless not applicable)	consumptive use fee (unless not applicable)
Hydroelectric Projects	Greater than 10 megawatts (anything less subject to “all other projects” category below)	Actual Costs	Not Applicable

TABLE 2. PROJECT REVIEW MODIFICATION FEES (continued)

Project Category	Amount of Requested Increase in Quantities or Capacities ¹	Standard Fee	Municipal Fee
All other projects requiring review and approval and not otherwise specified	All quantities or capacities	\$ 5,050	\$ 4,040
Transfer of Approval ⁶		\$ 1,050	\$ 840
Re-issuance of Approval ⁶		\$ 525	\$ 420

¹ When the requested modification for any category of project listed does not include a request to increase quantities, the lowest fee for the applicable project category shall apply.

² Projects under 18 CFR §806.22(e) which will require consumptive use of more than 999,999 gpd should consult with Commission staff prior to submitting an application. Fees for these projects will be subject to Paragraph 11 of this fee schedule, but in no case will pay less than \$8,075 (\$6,460 for municipal projects).

³ A separate application fee is required for each withdrawal location, except for groundwater remediation systems that may be eligible for a single fee.

⁴ 1 mgd increment includes any amount from 1 gallon to the next mgd.

⁵ The maximum calculation of a project fee for this category will be \$282,675.

⁶ The fee for transfers or re-issuances as defined under Commission regulation found in 18 CFR §806.6 which occur simultaneously as part of a single transaction will be reduced by 50 percent when the number of transfers or re-issuances in the transaction equals 25 or more.

TABLE 3. PROJECT REVIEW RENEWAL FEES

Project Category	Requested Quantities ¹ or Capacities	Renewal		Renewal With Modification ²	
		Standard Fee	Municipal Fee	Standard Fee	Municipal Fee
Consumptive Water Use	Less than 100,000 gpd	\$ 2,025	\$ 1,620	\$ 3,050	\$ 2,440
	100,000 gpd – 499,999 gpd	4,075	3,260	6,125	4,900
	500,000 gpd – 999,999 gpd	8,100	6,480	12,150	9,720
	1 mgd – 5 mgd	24,225	19,380	36,350	29,080
	Over 5 mgd	40,425	32,340	60,625	48,500
Approval by Rule Consumptive Use; 18 CFR §806.22(e)	Less than 100,000 gpd	\$ 1,550 for all quantities	\$ 1,240 for all quantities	\$ 1,550	\$ 1,240
	100,000 gpd – 499,999 gpd			3,075	2,460
	500,000 gpd – 999,999 gpd			8,075	6,460
	Over 999,999 gpd			see footnote ³	see footnote ³
Approval by Rule Consumptive Use; 18 CFR §806.22(f)	All quantities	\$ 2,575	\$ 2,060	\$ 2,575	\$ 2,060
Surface Water Withdrawals ⁴	Less than 100,000 gpd	\$ 3,975	\$ 3,180	\$ 5,300	\$ 4,240
	100,000 gpd – 249,999 gpd	5,975	4,780	7,950	6,360
	250,000 gpd – 499,999 gpd	7,950	6,360	10,600	8,480
	500,000 gpd – 999,999 gpd	9,975	7,980	13,250	10,600
	1 mgd – 5 mgd	11,900	9,520	15,875	12,700
	5,000,001 gpd – 10 mgd	25,850	20,680	34,500	27,600
	Over 10 mgd	25,850 + \$4,425 for each additional 1 mgd increment ^{5,6}	20,680 + \$3,540 for each additional 1 mgd increment ^{5,6}	34,500 + \$5,875 for each additional 1 mgd increment ^{5,6}	27,600 + \$4,700 for each additional 1 mgd increment ^{5,6}
Groundwater Withdrawals ⁴	Less than 100,000 gpd	\$ 7,475	\$ 4,487	\$ 7,475	\$ 4,487
	100,000 gpd – 199,999 gpd	11,250	6,750	11,250	6,750
	200,000 gpd – 499,999 gpd	15,050	8,994	15,050	8,994
	500,000 gpd – 999,999 gpd	18,800	11,249	18,800	11,249
	1 mgd – 5 mgd	22,525	13,482	22,525	13,482
	5,000,001 gpd – 10 mgd	48,895	29,279	48,895	29,279
	Over 10 mgd	48,895 + \$8,580 for each additional 1 mgd increment ^{5,6}	29,279 + \$5,142 for each additional 1 mgd increment ^{5,6}	48,895 + \$8,580 for each additional 1 mgd increment ^{5,6}	29,279 + \$5,142 for each additional 1 mgd increment ^{5,6}
Diversions: Into Basin	All quantities	\$ 10,125	\$ 8,100	\$ 10,125	\$ 8,100
	Out of Basin	Less than 250,000 gpd	10,125	8,100	10,125
	250,000 gpd or greater	30,350 + consumptive use fee (unless not applicable)	24,280 + consumptive use fee (unless not applicable)	30,350 + consumptive use fee (unless not applicable)	24,280 + consumptive use fee (unless not applicable)
All other projects requiring review and approval and not otherwise specified	All quantities and capacities	\$ 5,050	\$ 4,040	\$ 5,050	\$ 4,040

TABLE 3. PROJECT REVIEW RENEWAL FEES (continued)

Project Category	Requested Quantities ¹ or Capacities	Renewal		Renewal With Modification ²	
		Standard Fee	Municipal Fee	Standard Fee	Municipal Fee
Aquatic Resource Survey ^{7,8}		\$ 5,875	\$ 4,700	\$ 5,875	\$ 4,700
Aquifer Testing Plan ^{4,9}		\$ 5,125	\$ 3,832	\$ 5,125	\$ 3,832
Aquifer Testing Plan Waiver Request Evaluation ^{4,9}		\$ 5,125	\$ 3,832	\$ 5,125	\$ 3,832

¹ Fees are based on the maximum withdrawal amount (on a peak day or 30-day average basis, as appropriate) requested in the application.

² A renewal will be subject to the "Renewal With Modification" category if the amount of the consumptive use or withdrawal requested exceeds the original approved amount, or if there is a change to the source or to another major water-related project feature.

³ Projects under 18 CFR §806.22(e) which will require consumptive use of more than 999,999 gpd should consult with Commission staff prior to submitting an application. Fees for these projects will be subject to Paragraph 11 of this fee schedule, but in no case will pay less than \$8,075 (\$6,460 for municipal projects).

⁴ A separate project review fee is required for each withdrawal location, except for groundwater remediation systems that may be eligible for a single fee.

⁵ 1 mgd increment includes any amount from 1 gallon to the next mgd.

⁶ The maximum calculation of a project fee for this category will be \$282,675.

⁷ An aquatic resource survey fee may be required for applications for surface water and groundwater withdrawals, or for modifications or renewals of approved withdrawals (see footnote 8).

⁸ Aquatic resource surveys will be conducted on streams when recent relevant data are not available to evaluate the potential impacts of a withdrawal. Commission staff will make that determination during the review of an application and will invoice this fee separately.

⁹ If a waiver for an aquifer testing plan is requested and denied, the project sponsor will be required to develop an aquifer testing plan and pay an additional fee.

TABLE 4. ANNUAL COMPLIANCE AND MONITORING FEE^{1,2}

Project Category	Standard Fee	Municipal Fee
Hydroelectric	\$10,325	\$10,325
Diversions and Consumptive Water Use Projects Not Paying the Consumptive Use Mitigation Fee	\$ 2,075	\$ 2,075
Consumptive Use	\$ 1,050 ³	\$ 1,050 ³
Groundwater	\$ 1,050 ³	\$ 1,050 ³
Surface Water	\$ 1,050 ³	\$ 1,050 ³
Approval by Rule	\$ 1,050	\$ 1,050

¹ Annual compliance and monitoring fees apply to each docket approval or Approval by Rule issued by the Commission on or after January 1, 2010, including modifications and renewal of approvals that require Commission action on or after that date. Dockets approving multiple sources, withdrawals, consumptive uses, diversions or combinations thereof are subject to a single fee.

² All fees on this table will be invoiced by the Commission on or after July 1 of each year. During the first year, fees will be prorated by quarter on the basis of a fiscal year commencing July 1. Fees are due and payable within 30 days from the date of invoice.

³ In the case of a facility operating under multiple dockets, the maximum annual compliance and monitoring fee will be limited to \$5,000.

TABLE 5. CONSUMPTIVE USE MITIGATION FEE

Project Category	Standard Fee
Consumptive Use Mitigation Fee ¹	\$0.325 per 1,000 gallons consumed

¹ Consumptive use mitigation fees are paid by project sponsors electing to use such payments as their method of compliance with 18 CFR §806.22(b). Such fees are deposited in the Commission's Water Management Fund and shall be used for planning, engineering, design, and construction phases of new projects, or the reformulation of existing reservoirs, or any other project or study initiated by the Commission to address the cumulative impact of consumptive water use or otherwise to support low flow management in the Susquehanna River Basin, as provided for in the Commission's Water Management Fund Policy, Policy No. 95-02, as revised June 8, 2005.

Exhibit C

EXHIBIT "C"

TARIFF OF ARTESIAN WATER COMPANY, INC. FOR
RATES CHARGED TO ARTESIAN WATER MARYLAND, INC.

ARTESIAN WATER COMPANY, INC.

P.S.C. NO. 1 - WATER
Sheet No. 1
Effective: October 15, 2014

ARTESIAN WATER COMPANY, INC.

TARIFF

ARTESIAN WATER COMPANY, INC.
P.S.C. No. 1 - WATER
Effective: September 15, 2015

Seventh-Fourth Supplemental Sheet
canceling
Sixth-Fourth Supplemental Sheet

This Fourth Supplemental Sheet is applicable to Artesian Water Maryland, Inc. The total charge for metered service consists of the indicated water charge.

Water Charge:

\$3.779 per thousand gallons

All bills are due and payable upon presentation.

ARTESIAN WATER COMPANY, INC.
Supplemental Sheet
P.S.C. No. 1 - WATER
Effective: ~~October~~ September 15, 2014-2015
~~Fifth~~ Sixth-Fourth Supplemental Sheet

~~Sixth~~ Seventh-Fourth

canceling

This Fourth Supplemental Sheet is applicable to Artesian Water Maryland, Inc. The total charge for metered service consists of the indicated water charge.

Water Charge:

~~\$3.773-779~~ per thousand
gallons

All bills are due and payable upon presentation.

Exhibit D

EXHIBIT "D"

TARIFF OF ARTESIAN WATER COMPANY, INC. FOR
RATES CHARGED TO THE TOWN OF CHESAPEAKE CITY, MARYLAND

ARTESIAN WATER COMPANY, INC.
P.S.C. No. 1 - WATER
Effective: September 15, 2015

Fourth-Fifth Supplemental Sheet
canceling
Third-Fifth Supplemental Sheet

This Fifth Supplemental Sheet is applicable to the Town of Chesapeake City. The total charge for metered service consists of the rate for water volumes supplied, shown below, and a customer charge associated with a 6-inch meter.

Water Charge:

\$4.122 per thousand gallons

All bills are due and payable upon presentation.

ARTESIAN WATER COMPANY, INC.
Sheet
P.S.C. No. 1 - WATER
Effective: ~~October~~ September 15, 2014 ~~2015~~
Supplemental Sheet

~~Third~~ Fourth-Fifth Supplemental
canceling
~~Second~~ Third-Fifth

This Fifth Supplemental Sheet is applicable to the Town of Chesapeake City. The total charge for metered service consists of the rate for water volumes supplied, shown below, and a customer charge associated with a 6-inch meter.

Water Charge:

~~\$4.416~~ 122 per thousand
gallons

All bills are due and payable upon presentation.