PRINCE EDWARD ISLAND
Regulatory & Appeals Commission
Commission de réglementation et d'appels
ÎLE-DU-PRINCE-ÉDOUARD

Interrogatories of Commission Staff

TO: Abrams-Village Sewage Collection and Treatment Corporation

FROM: Cheryl Bradley, Director of Finance & Regulatory Affairs

DATE: February 27, 2026

RE: Rate Application

DOCKET: UW30 305

The Island Regulatory and Appeals Commission (the "Commission"), in its review of the Rate Application submitted by Abrams-Village Sewage Collection and Treatment Corporation (the "Utility"), requests responses to the following interrogatories in order to assess the proposed rate increases.

Forecast & Revenue Integrity

1. In order for the Commission to properly assess the requested rate increases, please complete the following Excel templates:
   - Statement of Actual Revenue and Expenditures and Forecasted Data, reflecting forecasts without the rate relief, found here: **WSRateFiling-Rev-Exp-Sewer-withoutchange.xls (live.com)**; and
   - And with the Statement of Actual Revenue and Expenditures and Forecasted Data, with rate relief as proposed, found here: **WSRateFiling-Rev-Exp-Sewer.xls (live.com)**

2. Please provide the following additional information:
   a. The number of billing units used to calculate revenue for each forecast year;
   b. The current number of billing units, and any expected changes in billing units during the forecast period (for example, new customers or developments); and
   c. A brief explanation of how the revenue forecast was calculated, including any assumptions used.

Expense & Allocations

3. Based on the annual filings filed with the Commission, since year end of March 31, 2020, repairs and maintenance expense has increased by $15,112 (32,857 reported at March 31, 2024 year end v. 17,745 reported at March 31, 2020 year end). We note you have indicated this is a result of aging infrastructure; therefore there is increased costs of maintenance and service. What year is it anticipated that this infrastructure will need to be

replaced? We note the application does not note any proposed capital projects or anticipated significant expenditures in the next 2-5 years.

The application also notes increased administrative service costs as having substantially increased. This amount is noted as $10,800 in the audited financials provided. It appears this line item has remained the same since 2019-20 fiscal. Prior to 2019-2020, administrative services were captured in the range of $13,231 - $14,200. Based on the financials, administrative services do not appear to have increased. Please provide a year by year breakdown of the total administrative salaries and wages allocated to utility. If costs have in fact increased, please describe the increased workload associated with same.

Financial Position

4. Please advise when the March 31, 2025 audited financial statements will be available.

Additional interrogatories may follow. Please provide responses to the Commission by March 20, 2026.

Additional interrogatories may follow.

Cheryl Bradley

Cheryl Bradley, CA, CPA
Director of Finance & Regulatory Affairs
Prince Edward Island Regulatory & Appeals Commission