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: April 2, 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.

Customer / Billing Units

5. Please confirm the number of customers and the number of billing units used to calculate revenues for:
    a. 2025 actuals; and
    b. 2026, 2027, and 2028 forecast.

6. The utilities Annual Report to the Commission refers to 276 billing units, while the application and interrogatory responses refer to approximately 207 units.
    a. Please explain the difference.
    b. Please confirm which number is correct for billing and recalculation of actual and forecast revenues.

7. Please confirm whether the numbers presented in the application and interrogatory responses represent:
    a. Total customers, or
    b. Actual billed units.

8. Please provide a simple calculation showing:
    a. Number of units * rate = total revenue for each forecasted year.

Expenses & Allocations

9. Please describe what is included in operational and administrative wages. For each position, please provide the role/title, and main duties. Where costs are shared with the municipality, please explain how they are allocated between services.

10. Please provide additional details on Repairs & Maintenance, including:
    a. A description of the type of work included in actual amounts, and in the forecast years (2026-2028);
    b. An explanation of how the forecast amounts were developed, including what they were based on (example: historical averages, specific planned work, or other assumptions);
    c. In addition, please explain why Repairs & Maintenance expenses are different between the Utilities Statement of Revenue and Expenditures (with rate change) or (without rate change).

11. Please explain what is included in Contractual Services (approximately $500 per year), including what type of services are provided.

12. You have included approximately $30,000 in rate case expenses amortization in both the 2024 and 2025 year per the Utility's Statement of Revenue and Expenditures.
    a. Please explain what these costs relate to and provide a breakdown of who was paid and for what;
    b. Please also explain why these costs were not included in the annual report filed with the Commission;
    c. Please confirm whether these costs have been paid;
    d. Please confirm whether you are requesting to recover these costs from customers and, if so, over what period; and
    e. Please explain the basis for amortizing these costs over the period used, and confirm whether this treatment is consistent with the Commission's Chart of Accounts for Municipal Utilities. If not, please explain the rationale for the proposed treatment.

13. Depreciation was reported by the Utility in their Annual Reports to the Commission in prior years but it is not included in the 2025 year or forecasted years.
    a. Please explain why depreciation is not included.
    b. Please confirm whether the utility still has assets that should be depreciated.

14. Interest is shown in historical years but not in future years.
    a. Please explain why no interest is included in the forecast and confirm whether any outstanding debt is associated with the Utility.
    b. In addition, interest appears as $258 in the Utilities filed Statement of Revenue and Expenditures (with Rate Change), but $2,580 in the Statement (without Rate Change). Please confirm whether this is an error. If not, please explain why these are reported as different amounts.

Additional interrogatories may follow. Please provide responses to the Commission by April 17, 2026.

Additional interrogatories may follow.

Cheryl Bradley

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