

**STATE OF NEW JERSEY
BOARD OF PUBLIC UTILITIES**

IN THE MATTER OF THE PETITION
OF GORDON'S CORNER WATER COMPANY
FOR APPROVAL OF A PURCHASED
WATER ADJUSTMENT CLAUSE TRUE-UP
AND OTHER REQUIRED APPROVALS,
PURSUANT TO N.J.A.C. 14:9-7.1 et seq.

PETITION

BPU Docket No. WR1710 1064

TO THE HONORABLE BOARD OF PUBLIC UTILITIES:

Petitioner, Gordon's Corner Water Company (hereinafter "Gordon's Corner" or "Petitioner"), respectfully represents as follows:

1. Petitioner is a public utility of the State of New Jersey, subject to the jurisdiction of the Board of Public Utilities, and franchised to provide water service in the Townships of Marlboro and Manalapan, Monmouth County, New Jersey. The principal business office of Petitioner is 27 Vanderburg Road, Marlboro, New Jersey, 07746.
2. Communications and correspondence relating to this Petition should be forwarded to David G. Ern, Gordon's Corner Water Company, P.O. Box 145, Marlboro, New Jersey, 07746, and Stephen B. Genzer, Saul Ewing Arnstein & Lehr LLP, 1037 Raymond Boulevard, Suite 1520, Newark, New Jersey, 07102-5426.
3. Petitioner hereby petitions this Honorable Board, pursuant to N.J.A.C. 14:9-7.1 et seq., for approval of a Purchased Water Adjustment Clause ("PWAC") true-up and to set a prospective PWAC rate for 2018.
4. Petitioner purchases a substantial portion of its water supplies from three sources: the Township of Marlboro, Suez/Matchaponix, and the Township of Aberdeen, each pursuant to water purchase agreements.

5. Petitioner's current tariff contains a PWAC of \$0.019 per thousand gallons for general metered service, effective May 1, 2017, which was approved by the Board, by Order dated April 21, 2017, in Docket No. WR16121135. A copy of the Board's Order is attached hereto as Exhibit A.

6. As indicated in the Board's Order, the PWAC was designed to produce decreased annual revenues of \$36,478 to cover an over-recovery in the amount of \$30,212 for the PWAC period of November 1, 2015 through October 31, 2016.

7. In accordance with N.J.A.C. 14:9-7.4(b), attached hereto as Exhibit B and Exhibit B-1 are true-up schedules reconciling actual and estimated purchased water revenues and costs for the periods November 1, 2016 through October 31, 2017 and November 1, 2015 through October 31, 2016.

8. Based on the reconciliations shown in Exhibit B and Exhibit B-1, there was an under-recovery in the amount of \$31,538. The Company is not seeking to carry forward the net under-recovery of \$1,326 into the prospective PWAC rate for 2018.

9. Attached hereto as Exhibit C is an analysis of Petitioner's pro forma PWAC revenue requirement, including an estimate of projected purchased water costs.

10. As indicated in Exhibit C, Petitioner has estimated that its prospective PWAC revenue requirement is \$178,408, which includes purchased water costs in the amount of \$105,738, plus an estimated one half of \$25,000 for the costs of this proceeding, four months compression of \$35,246 and associated revenue taxes of \$24,924.

11. Based on a comparison of the prospective PWAC revenue requirement to estimated PWAC revenues for the period November 1, 2016 to October 31, 2017, a \$151,494 increase in PWAC revenues is necessary.

12. As a result of the increase in the PWAC revenue requirement, Petitioner proposes to increase its PWAC rate from \$0.019 per thousand gallons to \$0.13 per thousand gallons.

13. If the proposed PWAC increase is implemented as proposed, the average bill of a customer with a 5/8 inch meter, using 9,000 gallons of water per month, would go from \$60.58 to \$61.58, an increase of \$1.00 per month or 1.65%. Attached hereto as Exhibit D is a tariff sheet reflecting the proposed PWAC rate.

14. Attached hereto as Exhibit E is a proposed Notice of Public Hearing.

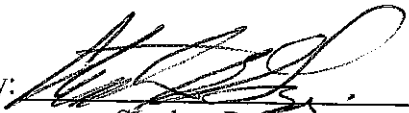
15. Notice of this filing and of the nature and extent of the Petitioner's proposal herein will be given to those affected as follows: Service, by priority mail, of two copies of this Petition with all attachments, upon the Director, Division of Rate Counsel, 140 East Front Street, 4th Floor, P.O. Box 003, Trenton, New Jersey, 08625, and upon the Department of Law and Public Safety of the State of New Jersey, Division of Law, P.O. Box 45029, 124 Halsey Street, Newark, New Jersey, 07101, on the date of filing of this Petition.

WHEREFORE, the Petitioner prays that this Honorable Board grant the following relief:

(a) approving the PWAC true-up attached hereto as Exhibit B; (b) authorizing Petitioner to set a prospective PWAC rate; and (c) such other and further relief as may be necessary, just and equitable.

Respectfully submitted,

Stephen B. Genzer
Saul Ewing Arnstein & Lehr LLP
Attorneys for Petitioner
Gordon's Corner Water Company


By: 
Stephen B. Genzer

DATED: October 13, 2017

VERIFICATION

David G. Ern hereby certifies as follows:

1. I am President of Petitioner, Gordon's Corner Water Company, and am authorized to execute this Verification on its behalf. I have reviewed the Petition and supporting schedules filed in this matter.
2. I hereby certify that the information contained therein is true to the best of my knowledge, information and belief.



David G. Ern
President
Gordon's Corner Water Company

DATED: October 13, 2017

EXHIBIT A

Exhibit A



Agenda Date: 4/21/17
Agenda Item: 5B

STATE OF NEW JERSEY
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, New Jersey 08625-0350
www.nj.gov/bpu/

WATER

IN THE MATTER OF THE PETITION OF GORDON'S)
CORNER WATER COMPANY FOR APPROVAL OF A)
PURCHASED WATER ADJUSTMENT CLAUSE TRUE-)
UP AND OTHER REQUIRED APPROVALS)
PURSUANT TO N.J.A.C. 14:9-7.1 et seq.)

ORDER ADOPTING STIPULATION

BPU DOCKET NO. WR16121135

Parties of Record:

Douglas R. Kleinfeld, Esq., General Counsel, Gordon's Corner Water Company
Stefanie A. Brand, Esq., Director, New Jersey Division of Rate Counsel

BY THE BOARD:

On December 1, 2016, Gordon's Corner Water Company ("Gordon's Corner," "Company," or "Petitioner"), a public utility of the State of New Jersey subject to the jurisdiction of the Board of Public Utilities ("Board"), filed a petition, pursuant to N.J.A.C. 14:9-7.1 and N.J.A.C. 14:1-15 seeking authorization to change the level of its Purchased Water Adjustment Clause ("PWAC"). The Petitioner originally sought a PWAC decrease of \$36,478.00 or 0.33% of total Company revenues of \$11,055,215. Under its proposal, the Petitioner's PWAC would decrease from \$0.045 to \$0.019 per thousand gallons of water. Because the PWAC was filed as a decrease, this matter was retained by the Board and it was deemed that no public hearing was necessary.

Gordon's Corner is a water utility engaged in the business of collecting, treating, and distributing water for retail service to approximately 15,000 customers in portions of the Townships of Marlboro and Manalapan in Monmouth County, New Jersey. The Company purchases water on a routine basis, pursuant to purchased water agreements, from three separate entities: the Township of Marlboro, SUEZ Water Matchaponix, Inc. and the Township of Aberdeen.

By this Order, the Board considers a Stipulation of Settlement ("Stipulation")¹ executed by Petitioner, the New Jersey Division of Rate Counsel ("Rate Counsel"), and Board Staff (collectively, "Parties"), agreeing to an overall stipulated PWAC decrease of \$36,478.00 or 0.33% above total Company revenues of \$11,055,215.

BACKGROUND/PROCEDURAL HISTORY

The Parties exchanged discovery and engaged in settlement discussions that resulted in the Stipulation. There were no Intervenor in this proceeding.

Pursuant to the terms of the Stipulation, which was fully executed by the Parties and submitted to the Board for approval, the Parties recommend that the Board approve a decrease to Petitioner's PWAC rate from \$0.045 to \$0.019 per thousand gallons of water for general service to customers.

DISCUSSIONS AND FINDINGS

The Parties have agreed that Petitioner's current PWAC rate should be decreased from \$0.045 to \$0.019 per thousand gallons of water. The PWAC rate of \$0.019 per thousand gallons of water is calculated as being effective on April 1, 2017, which accounts for five (5) months of reverse compression, as shown on Exhibit B to the Stipulation. The effective PWAC rate decrease would result in a decrease for the average customer using a 5/8" meter and consuming 9,000 gallons of water per month, from \$60.82 to \$60.58, a decrease of \$0.24 per month, or 0.40%.

Having reviewed the record in this matter, the Board **HEREBY FINDS** that the Stipulation among the Parties is reasonable, is in the public interest, and is in accordance with the law.

Therefore, the Board **HEREBY ADOPTS** the Stipulation attached hereto, including all attachments and schedules, as its own, incorporating by reference the terms and conditions of the Stipulation, as if fully set forth at length herein, subject to the following:

In accordance with the provisions of N.J.A.C. 14:9-7.4, the Petitioner shall file with the Board, not later than 45 days after the adjustment clause has been in effect for one year, PWAC true-up schedules. Copies of the true-up schedules will be served upon Board Staff and Rate Counsel. Petitioner shall submit an annual year-end true-up.

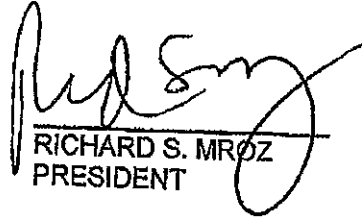
The Board **HEREBY ACCEPTS** the tariff pages attached as Exhibit C to the Stipulation as filed with the Board, to be effective as of the date of this Order.

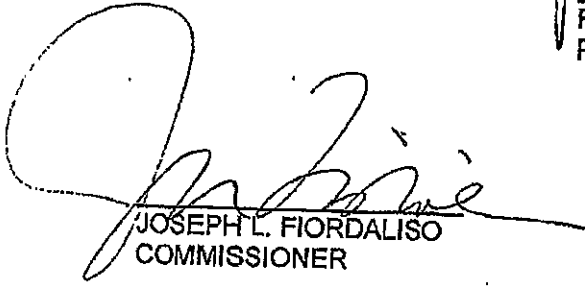
¹Although described in the Order at some length, should there be any conflict between this summary and the Stipulation, the terms of the Stipulation control, subject to the findings and conclusions in this Order.

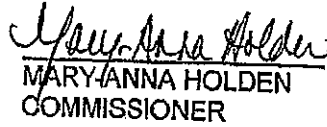
This Order shall be effective on May 1, 2017.

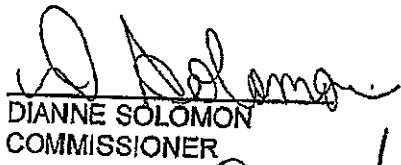
DATED: 4/21/17

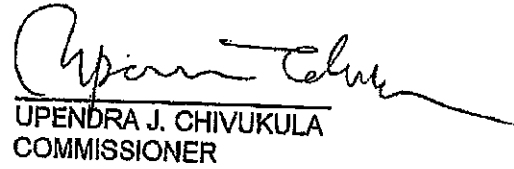
BOARD OF PUBLIC UTILITIES
BY:

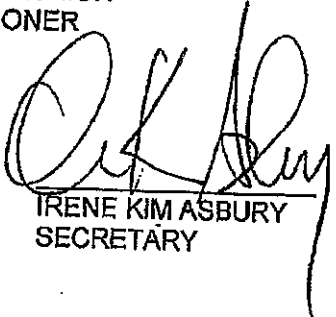

RICHARD S. MROZ
PRESIDENT


JOSEPH L. FIORDALISO
COMMISSIONER

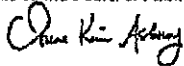

MARY-ANNA HOLDEN
COMMISSIONER


DIANNE SOLOMON
COMMISSIONER


UPENDRA J. CHIVUKULA
COMMISSIONER

ATTEST: 
IRENE KIM ASBURY
SECRETARY

I HEREBY CERTIFY that the within
document is a true copy of the original
in the files of the Board of Public Utilities



IN THE MATTER OF THE PETITION OF GORDON'S CORNER WATER COMPANY FOR
APPROVAL OF A PURCHASED WATER ADJUSTMENT CLAUSE TRUE-UP AND OTHER
REQUIRED APPROVALS PURSUANT TO N.J.A.C. 14:9-7.1 et seq.

DOCKET NO. WR16121135

SERVICE LIST

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Irene Kim Asbury, Esq.
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STATE OF NEW JERSEY
BOARD OF PUBLIC UTILITIES

IN THE MATTER OF THE PETITION
OF GORDON'S CORNER WATER
COMPANY FOR APPROVAL OF A
PURCHASED WATER ADJUSTMENT
CLAUSE TRUE-UP AND OTHER
REQUIRED APPROVALS PURSUANT TO:
N.J.A.C. 14:9-7.1 et seq.

STIPULATION
BPU DOCKET NO:WR16121135

APPEARANCES:

Douglas R. Kleinfeld, Esq., on behalf of Gordon's
Corner Water Company, Attorney for Petitioner;

Christine M. Juarez, Assistant Deputy Rate Counsel
(Stefanie A. Brand, Director) on behalf of the New
Jersey Division of Rate Counsel;

Veronica Beka and Andrew Kuntz, Deputy Attorneys
General, for the Staff of the New Jersey Board of
Public Utilities (Christopher S. Porzino, Attorney
General of New Jersey).

TO THE HONORABLE BOARD OF PUBLIC UTILITIES:

Petitioner, Gordon's Corner Water Company
("Petitioner" or "Company") is a public utility of the
State of New Jersey, subject to the jurisdiction of the
Board of Public Utilities ("Board") and franchised to
provide water service in the Townships of Marlboro and
Manalapan, Monmouth County, New Jersey. On December 1,
2016, Petitioner filed a petition with the Board, pursuant
to N.J.A.C. 14:9-7.1 et seq., for approval of a purchased
water adjustment clause ("PWAC") true-up and other required
approvals. As a result of settlement discussions, New
Jersey Division of Rate Counsel ("Rate Counsel"), Board of
Public Utilities Staff ("Board Staff"), and the Company
("Signatory Parties") have agreed to a total overall

stipulated decrease of \$36,478.00, or 0.33% of total Company revenues of \$11,055,215.

Petitioner purchases water on a routine basis from three separate entities, each of which adjusts its rates for water service: the Township of Marlboro; Suez/Matchaponix, Inc.; and the Township of Aberdeen, all pursuant to water purchase agreements. In the Petition filed in the instant proceeding, Petitioner proposed to decrease its PWAC rate from \$0.045 to \$0.019 per thousand gallons of water.

The matter was retained by the Board for review and disposition. The parties agree that a public comment hearing was not required because the Petitioner proposed a decrease in rates.

In the course of this proceeding, Petitioner was served with, and responded in full to, discovery requests by Rate Counsel and by Board Staff. Petitioner, Rate Counsel, and Board Staff also conferred on a number of occasions regarding this matter. As a result of an analysis of the petition and exhibits, Petitioner's responses to discovery, as well as the Parties' discussions and negotiations in this matter, the Signatory Parties have reached an agreement on this matter, the provisions of which are set forth below.

SETTLEMENT AGREEMENT

1. The Signatory Parties recommend that the Board approve a decrease to Petitioner's PWAC rate upon PWAC Rate Schedule No. 1A from \$0.045 to \$0.019 per thousand gallons of water for general service customers.

2. The effective PWAC rate adjustment would result in a decrease in the monthly bill of an average residential customer with a 5/8" meter, using 9,000 gallons of water per month, from \$60.82 to \$60.58, a decrease of \$0.24 per month, or 0.40%. Attached hereto as Exhibit A is a Schedule reflecting Petitioner's new purchased water costs effective November 1, 2016.

3. The PWAC rate of \$0.019 per thousand gallons of water is calculated as being effective April 1, 2017, which accounts for five (5) months of reverse compression, as indicated in Exhibit B.

4. The PWAC rate established herein will decrease annual revenues by \$36,478.00, or 0.33%, as reflected in Exhibit B.

5. Attached hereto as Exhibit C is PWAC Rate Schedule No. 1A, a tariff sheet reflecting the new PWAC rate. The new PWAC rate conforms to this Stipulation and is designed to produce the revenues to which the parties have stipulated herein.

6. In accordance with the provisions of N.J.A.C. 14:9-7.4, the Petitioner shall file with the Board, not later than 45 days after the adjustment clause has been in effect for one year, PWAC true-up schedules in connection with this proceeding. Copies of the true-up schedules will be served upon Board Staff and Rate Counsel.

7. This Stipulation shall be binding on the Signatory Parties to this proceeding upon approval by the Board. This Stipulation shall bind the Signatory Parties in this matter only and shall not be considered precedential in any other proceeding involving the Signatory Parties hereto.

8. This Stipulation contains terms, each of which is interdependent with the others and essential in its own right to the signing of this Stipulation. Each term is vital to the agreement as a whole, since the Signatory Parties individually and jointly state that they would not have signed the Stipulation had any term been modified in any way. In the event that any modification whatsoever is made to this Stipulation, each of the Signatory Parties hereto is entitled to certain procedures in the event of such occurrence.

9. If any modification is made to the terms of this Stipulation, the Signatory Parties must be given the right to be placed in the position in which each Signatory Party was before this Stipulation was executed. It is essential that each Signatory Party be given the option to modify its own position, to accept the proposed change(s), or to resume the proceeding as if no agreement had been reached.

10. The Signatory Parties believe that these procedures are fair to all concerned and, therefore, they are made an integral and essential element of this Stipulation.

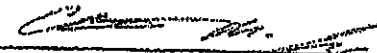
11. This Stipulation may be executed in as many counterparts as there are signatories to this Stipulation, each of which counterpart shall be an original, but all of which shall constitute one and the same instrument.

GORDON'S CORNER WATER COMPANY

By: 
Douglas R. Kleinfeld, Esq.

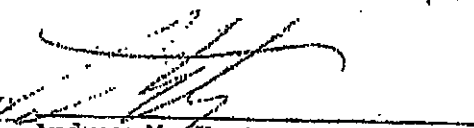
Dated: 3/22/17

DIVISION OF RATE COUNSEL
Stefanie A. Brand Esq., Director

By: 
Christine M. Juarez, Esq.
Assistant Deputy Rate Counsel

Dated: 3/22/17

CHRISTOPHER S. PORRINO
ATTORNEY GENERAL OF NEW JERSEY
Attorney for Staff of the Board of Public Utilities

By: 
Andrew M. Kuntz
Deputy Attorney General

Dated: 3/22/17

EXHIBIT A

SCHEDULE OF PURCHASE WATER COSTS
EFFECTIVE November 1, 2016

<u>PURVEYOR</u>	<u>RATE PER 1,000 GALLONS</u>	<u>MINIMUM TAKE OR PAY AMOUNTS (MILLION GALLONS)</u>	<u>COST</u>
SUEZ/ MATCHAPONIX	\$2.55	553,506	\$1,411,440
MARLBORO TWP WATER UTILITY DIVISION	\$4.250561	547,970	\$2,329,180
ABERDEEN TWP DIVERSION	\$1.84477	132,530	\$244,488
TOTAL		1,234,006	\$3,985,108

EXHIBIT B

SCHEDULE OF PRO FORMA PURCHASE WATER ADJUSTMENT CLAUSE

	<u>COST</u>	<u>GALLONS PURCHASED</u>
MINIMUM CONTRACTUAL TAKE OR PAY COST AS DETERMINED IN LAST BASE RATE CASE	\$3,928,890	1,234,006
 NEW COST OF PURCHASED WATER	 \$3,985,108	 1,234,006
 INCREASE IN COST AND BASE CONSUMPTION AND REVENUE INCREASE BEFORE TAXES	 \$56,118	 0
 RATE CASE COSTS		
TOTAL COST	\$10,000	
COMPANY SHARE	\$5,000	
AMORTIZATION BASED ON ONE YEAR LIFE OF RATE	\$5,000	
LESS: OVER RECOVERY FROM SCHEDULE B	-\$30,212	
 (A) REVENUE AFTER REVENUE TAX FACTOR @ 13.97%	 \$35,925	
INCREASE FOR REVENUE TAXES	\$5,019	
(B) BASE CONSUMPTION	1,395,755	
(C) SALES FOR RESALE-ENGLISHTOWN	18,250	
 REQUIRED PWAC INCREASE PER 1,000 GALLONS \$35,925 divided by 1,414,005 MG or (A) divided by ((B) + (C)) =	 \$0.02541	
 PROPOSED PWAC PER 1,000 GALLONS	 \$0.025	
 DIFFERENTIAL IN RATES BETWEEN CURRENT PWAC RATE OF .045 AND PROPOSED RATE OF .025	 \$0.02	
 ESTIMATED WATER SALES FOR 5 MONTH LAG PERIOD OF NOVEMBER 1, 2016 TO MARCH 31, 2017 UNTIL NEW PWAC IS EFFECTIVE	 387,611	
 CREDIT FOR REVERSE COMPRESSION PERIOD	 \$7,752	

MINIMUM CONTRACTUAL TAKE OR PAY COST
AS DETERMINED IN LAST BASE RATE CASE

COST GALLONS
\$3,928,990 1,234,006

NEW COST OF PURCHASED WATER

\$3,985,108 1,234,006

INCREASE IN COST AND BASE CONSUMPTION
AND REVENUE INCREASE BEFORE TAXES

\$66,118 0

RATE CASE COSTS

TOTAL COST \$10,000

COMPANY SHARE \$5,000

AMORTIZATION BASED ON ONE YEAR LIFE OF RATE \$5,000

LESS: OVER RECOVERY FROM SCHEDULE B -\$30,212

CREDIT FOR REVERSE COMPRESSION PERIOD -\$7,752

(A) REVENUE AFTER REVENUE TAX FACTOR @ 13.97% \$26,914

INCREASE FOR REVENUE TAXES \$3,760

(B) BASE CONSUMPTION 1,395,755

(C) SALES FOR RESALE-ENGLISHTOWN 16,250

REQUIRED PWAC INCREASE PER 1,000 GALLONS
\$26,914 divided by 1,414,005 MG or (A) divided by ((B) + (C)) = \$0.01903

PROPOSED ADJUSTED PWAC PER 1,000 GALLONS \$0.019

Exhibit C
GORDON'S CORNER WATER COMPANY
B.P.U. No. 7 - WATER

13th Revised Sheet No. 29
Superseding
12th Revised Sheet No. 29

RATE SCHEDULES

NO. 1A: GENERAL METERED SERVICE

PURCHASED WATER ADJUSTMENT CLAUSE (PWAC) CHARGE

A charge of \$ 0.019 per thousand gallons for all water sales will be made to recover increases in the purchased water costs not included in the Consumption Charge.

ISSUED:

EFFECTIVE:

BY: DAVID G. ERN, PRESIDENT
GORDON'S CORNER WATER COMPANY
27 VANDERBURG ROAD
MARLBORO, NJ 07746

FILED PURSUANT TO ORDER OF THE
BOARD OF PUBLIC UTILITIES IN
DOCKET NO. WRI6121135

EXHIBIT B

Gordon's Corner Water Co.
 Schedule of PWAC Over(Under) Recovery
 11/1/16-10/31/17

	purchase wtr	deferred wtr	rate case	total costs	pwac revenues	pwac over(under) recovery
november	\$4,629	\$0	\$0	\$4,629	\$3,686	-\$944
december	\$4,737	\$0	\$0	\$4,737	\$3,099	-\$1,638
january	\$4,758	\$0	\$0	\$4,758	\$3,195	-\$1,563
february	\$4,415	\$0	\$0	\$4,415	\$2,906	-\$1,509
march	\$4,864	\$0	\$0	\$4,864	\$2,733	-\$2,130
april	\$5,319	\$0	\$0	\$5,319	\$3,115	-\$2,205
may	\$5,406	\$0	\$833	\$6,239	\$1,653	-\$4,586
june	\$7,324	\$0	\$833	\$8,157	\$2,276	-\$5,882
july	\$3,782	\$0	\$833	\$4,615	\$3,459	-\$1,157
august	\$3,443	\$0	\$833	\$4,276	\$2,949	-\$1,328
september	\$5,889	\$0	\$833	\$6,722	\$2,831	-\$3,890
october	\$6,018	\$0	\$833	\$6,851	\$2,145	-\$4,707
totals	\$60,584	\$0	\$5,000	\$65,584	\$34,046	-\$31,538

EXHIBIT B-1

Gordons Corner Water Co.
 Schedule of PWAC Over (Under) Recovery
 11/01/15-10/31/16

	purchase wtr	deferred wtr	rate case	total costs	pwac revenues	pwac over(under) recovery	interest on pwac over(under) recovery	pwac over(under) recovery
november	\$3,341	\$554	\$594	\$4,489	\$2,954	-\$1,535		-\$1,535
december	\$3,476	\$572	\$614	\$4,662	\$3,196	-\$1,466		-\$1,466
january	\$3,425	\$572	\$614	\$4,611	\$3,309	-\$1,302		-\$1,302
february	\$7,562	\$535	\$574	\$8,672	\$2,811	-\$5,860		-\$5,860
march	\$3,636	\$572	\$614	\$4,822	\$2,735	-\$2,087		-\$2,087
april	\$3,925	\$554	\$594	\$5,073	\$3,063	-\$2,009		-\$2,009
may	\$4,029	\$572	\$614	\$5,215	\$3,709	-\$1,506		-\$1,506
june	\$6,718	\$554	\$594	\$7,866	\$5,855	-\$2,010		-\$2,010
july	-\$21,679	\$572	\$614	-\$20,493	\$8,766	\$29,259	\$207	\$29,466
august	-\$7,252	\$572	\$614	-\$6,066	\$7,725	\$13,791	\$98	\$13,888
september	\$4,518	\$554	\$594	\$5,666	\$9,251	\$3,585	\$25	\$3,611
october	\$4,622	\$572	\$614	\$5,808	\$6,823	\$1,016	\$7	\$1,023
totals	\$16,319	\$6,755	\$7,250	\$30,324	\$60,199	\$29,875	\$337	\$30,212

EXHIBIT C

Exhibit C

**SCHEDULE OF PURCHASE WATER COSTS
EFFECTIVE November 1, 2017**

<u>PURVEYOR</u>	<u>RATE PER 1,000 GALLONS</u>	<u>MINIMUM TAKE OR PAY AMOUNTS (MILLION GALLONS)</u>	<u>COST</u>
UNITED WATER MATCHAPONIX	\$2.55	553,506	\$1,411,440
MARLBORO TWP WATER UTILITY DIVISION	\$4.327711	547,970	\$2,371,456
ABERDEEN TWP DIVERSION	\$1.90019	132,530	\$251,832
	TOTAL	1,234,006	\$4,034,728

Exhibit C

SCHEDULE OF INCREASE UNDER PURCHASE WATER ADJUSTMENT CLAUSE

	<u>COST</u>	<u>GALLONS PURCHASED</u>
MINIMUM CONTRACTUAL TAKE OR PAY COST AS DETERMINED IN LAST BASE RATE CASE	\$3,928,990	1,234,006
NEW COST OF PURCHASED WATER	\$4,034,728	1,234,006
INCREASE IN COST AND BASE CONSUMPTION AND REVENUE INCREASE BEFORE TAXES	\$105,738	0
DEFERRED PURCHASE WATER COSTS EFFECTIVE DATE OF NOVEMBER 1, 2017		
MONTHLY COSTS RECOVERED IN BASE RATES	\$327,416	
MONTHLY COST PRESENTLY INCURRED	\$336,227	
MONTHLY INCREASE	\$8,812	
DEFERRAL PERIOD - 4 MONTHS (Nov. 1-Feb.28)		
RATE CASE COSTS		
TOTAL COST	\$25,000	
COMPANY SHARE	\$12,500	
AMORTIZATION BASED ON ONE YEAR LIFE OF RATES	\$12,500	
(A) REVENUE AFTER REVENUE TAX FACTOR @ 13.97%	\$178,408	
INCREASE FOR REVENUE TAXES	\$24,924	
(B) BASE CONSUMPTION	1,395,755	
(C) SALES FOR RESALE-ENGLISHTOWN	18,250	
REQUIRED PWAC INCREASE PER 1,000 GALLONS \$178,408 divided by 1,414,005 MG or (A) divided by ((B) + (C)) =		\$0.12617
CURRENT PWAC PER 1,000 GALLONS	\$0.019	
PROPOSED PWAC INCREASE PER 1,000 GALLONS	\$0.107	
PROPOSED PWAC PER 1,000 GALLONS	\$0.13	

EXHIBIT D

Exhibit D

GORDON'S CORNER WATER COMPANY
B.P.U. No. 7 - WATER

14th Revised Sheet No. 29
Superseding
13th Revised Sheet No. 29

RATE SCHEDULES

NO. 1A: GENERAL METERED SERVICE

PURCHASED WATER ADJUSTMENT CLAUSE (PWAC) CHARGE

A charge of \$ 0.13 per thousand gallons for all water sales will be made to recover increases in the purchased water costs not included in the Consumption Charge.

ISSUED:

BY: DAVID G. ERN, PRESIDENT
GORDON'S CORNER WATER COMPANY
27 VANDERBURG ROAD
MARLBORO, NJ 07746

EFFECTIVE:

FILED PURSUANT TO ORDER OF THE
BOARD OF PUBLIC UTILITIES IN
DOCKET NO.

EXHIBIT E

EXHIBIT E

NOTICE OF PUBLIC HEARING
GORDON'S CORNER WATER COMPANY
NOTICE OF FILING OF PETITION FOR AUTHORIZATION TO CHANGE LEVEL OF
PURCHASED WATER ADJUSTMENT CLAUSE
(SERVING CUSTOMERS IN PARTS OF MARLBORO & MANALAPAN TOWNSHIPS)

TO OUR CUSTOMERS:

PLEASE TAKE NOTICE that Gordon's Corner Water Company ("Company"), a public utility of the State of New Jersey, filed a Petition with the Board of Public Utilities ("Board") on October 13, 2017, to increase rates for water service through an adjustment in the level of its Purchased Water Adjustment Clause ("PWAC") pursuant to N.J.A.C. 14:9-7.1 et seq., and N.J.S.A. 48:2-21.

The proposed PWAC adjustment would increase annual revenues by \$178,408 or 1.6% over present revenues. The proposed rate adjustment provides no profits to the Company and merely represents a pass-through of charges to the Company from purveyors who supply water to the Company.

The following comparison of present and proposed rates permits customers to determine the effect upon them of the proposed increase in rates:

GORDON'S CORNER WATER COMPANY
COMPARISON OF PRESENT AND PROPOSED RATES

GENERAL METERED SERVICE

Monthly Service Charge:

<u>Meter Size</u>	<u>Present Rates</u>	<u>Proposed Rates</u>	<u>Dollar Increase</u>	<u>Percentage Increase</u>
5/8"	\$14.06	\$14.01	0	0%
3/4"	\$21.09	\$21.09	0	0%
1"	\$35.15	\$35.15	0	0%
1½"	\$70.28	\$70.28	0	0%
2"	\$112.44	\$112.44	0	0%
4"	\$351.37	\$351.57	0	0%
6"	\$702.77	\$702.77	0	0%
8"	\$1,124.94	\$1,124.94	0	0%
Usage rate per 1,000 gallons:	\$5.15	\$5.15	\$0	0%
PWAC:	0.019	0.13		
Base Usage Rate + PWAC:	\$5.169	\$5.28	\$0.111	2.15%

PRIVATE FIRE SERVICE

Annual Fire Service Charge:

<u>Meter Size</u>	<u>Present Rates</u>	<u>Proposed Rates</u>	<u>Dollar Increase</u>	<u>Percentage Increase</u>
2"	\$81.00	\$81.00	0	0%
4"	\$404.04	\$404.04	0	0%
6"	\$807.96	\$807.96	0	0%
8"	\$1,293.24	\$1,293.24	0	0%

PUBLIC FIRE SERVICE

Annual Hydrant Charge:	\$414.57	\$414.57	\$0	0%
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AVERAGE MONTHLY BILL FOR A CUSTOMER USING 9,000 GALLONS PER MONTH

<u>Average Monthly Usage</u> 9,000 Gallons	<u>Present Rates</u>	<u>Proposed Rates</u>	<u>Dollar Increase</u>	<u>Percentage Increase</u>
	\$60.58	\$61.58	\$1.00	1.65%

Any relief determined by the Board to be just and reasonable may be allocated by the Board to any class or classes of customers of the Company in such manner and, in such amounts or percentages, as the Board may deem appropriate. The Board may choose to impose a greater portion of the increase on any present or future class or classes, group or groups of customer, may exclude from any increase any of the foregoing, or may vary the amount of percentage increase applicable to any of the foregoing.

PLEASE TAKE FURTHER NOTICE that a public hearing on the Company's Petition has been scheduled on _____, at the Manalapan Township Municipal Building, 120 Route 522 & Taylor's Mills Road, Manalapan, New Jersey, 07726.

An Administrative Law Judge from the Office of Administrative Law will preside over the public hearing. Members of the public are invited to attend and express their views on the proposed rate increase. Such comments will be made part of the final record in the proceeding. Written comments may be submitted to _____

_____, or to Irene Kim Asbury, Secretary, Board of Public Utilities, 44 South Clinton Avenue, 9th Floor, P.O. Box 350, Trenton, New Jersey, 08625-0350, and the New Jersey Division of Rate Counsel, 140 East Front Street, 4th Floor, P.O. Box 003, Trenton, New Jersey, 08624, making sure such letter contains BPU Docket No. _____.

The complete schedules for the proposed rates are part of the Petition filed with the Board, which was served upon the Director, Division of Rate Counsel. Applicable schedules are attached to the Notice of Filing of Increased Rates served on the Clerks of Municipalities, Clerks of Fire Districts, and Clerk of the Board of Chosen Freeholders in the service area of the Company. Further information and copies of the Petition may be obtained at the Board's offices located at 44 South Clinton Avenue, 7th Floor, Trenton, New Jersey, 08625 or at the Company's offices

located at 27 Vanderburg Road, Marlboro, New Jersey, 07746. The Petition and all attachments may also be viewed _____ at _____ <http://gordonscornerwater.com/xxx>

IN ORDER TO ENCOURAGE FULL PARTICIPATION IN THIS OPPORTUNITY FOR PUBLIC COMMENT, PLEASE SUBMIT ANY REQUESTS FOR NEEDED ACCOMMODATIONS, INCLUDING INTERPRETERS OR MOBILITY ASSISTANCE, 48 HOURS PRIOR TO THIS HEARING.

Gordon's Corner Water Company
27 Vanderburg Road
Marlboro, New Jersey 07746
By: David G. Ern, President