

RECEIVED
DW 12-254
#8

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPONSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13
Lake-1

Date of Responses: 1/23/13
Witness: Stephen P. St. Cyr

Request: State your name, position as the FEWC, and how you obtained said position, what your earnings, dividends have been or scheduled to be in 2007, 2008, 2009, 2010, 2011 & 2012.

Response: Mr. Sullivan is president, treasurer & secretary of FEWC. He was elected to such position by the Company's board. He has received no compensation as president, treasurer & secretary. Prior to 2010, Mr. Sullivan received no compensation. In December 2009, FEWC entered into a management agreement with Atlantic Operating and Management Company ("Atlantic"), whereby Mr. Sullivan provides management services. While Atlantic has billed FEWC for Mr. Sullivan's services, FEWC has been unable to pay for such service.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-2

Witness: Stephen P. St. Cyr

Request: FEWC deepened BRWell #2 and connected it to the water system as existed. Tell me what precautions you took to protect all the users of FEWC since deepening the well. Did you install a check valve or valves in the line or lines from the buildings on lots and did you install a screen to prevent sand and / or other particles from entering the water systems users?

Response: The Company has engaged FXLyons, a certified license operator, to provide operation and maintenance services. As part of his services, Mr. Lyons ensures that there is adequate water, that the water quality meets NHDES standards and that such water is delivered to customers. Also, see 1/18/13 letter from DES regarding the water system's compliance with state and federal regulations.



The State of New Hampshire
DEPARTMENT OF ENVIRONMENTAL SERVICES

Thomas S. Burack, Commissioner

January 18, 2013

Nathaniel Sullivan
Forest Edge Water Company Inc
PO Box 479
North Conway NH 03860 0479

Subject: CWS - PWS ID 0512060, Forest Edge, Conway

Dear Mr. Sullivan:

Forest Edge PWS Id 0512060, located in Conway, New Hampshire, is an active public water supply system enrolled with the State of New Hampshire's public drinking water program. As such, this system is approved for operation and is subject to routine water quality monitoring and a sanitary survey every 3 years. The last sanitary survey was conducted on April 4, 2012. As of today's date, the subject system is in compliance with state and federal regulations as pertaining to the Safe Drinking Water Act.

Additional information might be found at the NHDES OneStop site <http://www2.des.state.nh.us/OneStop/> and/or on the Bureau's website page <http://des.nh.gov/>.

For more in-depth information, you are welcome to call this office at (603) 271-0713 to schedule a file review at your convenience. If you have any further questions, I can be reached at (603) 271-3544 or by email at linda.thompson@des.nh.gov.

Sincerely,

Linda L. Thompson
Drinking Water and Groundwater Bureau
Data Management Section

cc: file

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY RESPONSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-3

Witness: Stephen P. St. Cyr

Request: What is the allowed volume you are allowed to pump per day from BRWell #2 and what is the sanitary protective area radius from BRWell #2?

Response: See response to Lake-2.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-4

Witness: Stephen P. St. Cyr

Request: The DES required two protective easements to protect the water quality.
Furnish a copy of said deed easement.

Response: See response to Lake – 2.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-5

Witness: Stephen P. St. Cyr

Request: You were required to take quarterly samples & testing of BRWell#2 after deepening the well for one year. Why did you not furnish copies to all users & what were the test results

Response: See response to Lake – 2.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-6

Witness: Stephen P. St. Cyr

Request: You list the cost for electricity per month. Is this the cost for all electrical used for FEWC? Specify the cost for each of the 3 BR Wells together with their electrical bills for the test year 2011, showing how they were paid.

Response: The Company incurred \$3,570 in purchased power during the test year. The Company does not track the electrical costs for each well. The electrical bills were paid out of general corporate funds.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPONSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-7

Witness: Stephen P. St. Cyr

Request: It appears that for years the BRWells behind the original Joseph Sullivan Jr. house got their power thru the meter on the house. The PUC ordered a separation of the residence & the power supplied to the 2 BRWells. Show the separate accounts & how they were paid for the test year 2011.

Response: The electrical service was separated in 2010. See response to Lake-6. The electrical bills were paid out of general corporate funds.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPONSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-8

Witness: Stephen P. St. Cyr

Request: What wells of the 3 BRWells used in the past are presently being used? BRWell 1, BRWell 2 BRWell 3 and what are the projected use now? And the projected cost to operate each per month?

Response: BRWells 1 & 2 are presently being used. The Company anticipates that BRWells 1 & 2 will continue to be use. The cost does not track cost associated with each well.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-9

Witness: Stephen P. St. Cyr

Request: If BRWell #2 has such a volume of water, why continue to use the other BRWells?

Response: See response to Lake – 2.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPONSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-10 / 11

Witness: Stephen P. St. Cyr

Request: In you prior application for rate increase, you listed 38 separate customers. You now list 42 customers. Furnish a list of the 42 customer now being separately billed, listing lot location, mailing address for each lot owner & telephone if known.

Response: Such information is protected information and as such will not be provided.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-12

Witness: Stephen P. St. Cyr

Request: For years Joseph Sullivan Jr. specifically stated he had 57 customers. Furnish a list as in 11 above as to each of the 57 customers.

Response: See response to Lake-10/11.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-13

Witness: Stephen P. St. Cyr

Request: At the 1/3/13 hearing it was stated by representatives of FEWC that you had paid \$3,000 as toward mapping expenses & / or attorney fees. Furnish copies of said payments.

Response: The Company believes that what was said at the hearing was that the Company incurred \$4,962 and \$5,525 of legal and mapping expenses, respectively. A copy of the invoices was provided in response to Staff 1-2 & 1-3. \$1,500 of the mapping expenses has been paid.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13

Date of Responses: 1/23/13

Lake-14

Witness: Stephen P. St. Cyr

Request: The water tank housing repaired by Halls Concrete lies on land of Boland not on land owned by FEWC. Why should the customer have to pay the \$3,000 to repair the tank housing building where they do not have any ownership of the land nor do not have any easement to use the land it lies on?

Response: The Company has invested funds in the building and is required to operate and maintain the building in order to provide water to customers.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13
Lake-15

Date of Responses: 1/23/13
Witness: Stephen P. St. Cyr

Request: While we talk of easements, what easement do you have over or under the property of Patricia A. Lake and Richard A. Lake? Produce a copy of said easement.

Response: The warranty deed contains a reservation of the right to use the roads including the right to put in water mains and related equipment.

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
COMPANY REPOSSES TO LAKE DATA REQUESTS

Date Request Received: 1/10/13
Lake-16

Date of Responses: 1/23/13
Witness: Stephen P. St. Cyr

Request: I request answers to the following: The amount you paid for each of the following amounts paid from the FEWC.

Response:

	<u>2011</u>
Atlantic	\$1,800
NHCoop	3,378
FXLyons	5,079
Wadleigh	0
Thorne Surveys	0
St. Cyr	3,534
Joseph E. Sullivan Trust	6,969

Note: The amount paid may be different than the amount incurred and expensed.