

STATE OF NEW HAMPSHIRE  
PUBLIC UTILITIES COMMISSION

Docket No. DW 13-041

Lakes Region Water Company, Inc.

REPORT FOR THE TWO MONTHS ENDING July 31, 2015

1. **Efforts to reduce overall costs:** We changed both our Medical and Liability Insurance coverage resulting in a reduction in premium costs of approximately \$20,000. We are currently exploring ways to reduce vehicle fuel costs by consolidating and improving our purchasing practices. In addition, the company is currently exploring grant opportunities with the NHDES along with other organizations/agencies.
2. **Capital Projects – Indian Mound:** The Company began construction during April 2015. As of July 31 we are approximately 75% complete and as previously reported anticipate being finished in the September 30, 2015 timeframe.
3. **Efforts to reduce Payables.** See the attached detail of Accounts Payable as of August 6, 2015 (schedule attached). For the period ending August 6, the Accounts Payable balance was \$88,612 as compared to the June 1, 2015 balance of \$193,153 for a decrease of approximately \$100,000.
4. **Update on how Lakes Region will use outside consultants:** The Company continues to limit its use of consultants to areas such as technical and legal matters, including federal / state tax filings and rate case assistance. The use of outside accounting support has been reduced in 2015 to providing assistance with the NHPUC Annual Report, closing the books and updating depreciation, plant and equipment schedules. We are confident that these costs will be reduced even further in 2015-16 when we transition to much improved financial software.
5. **Rate Filing:** The Company was delinquent in filing its “Petition for Rate Increase” with the commission for its impending rate case in the 60 day period. We are waiting to hear if waiver of 60 day will be approved. With that said, the company is working with the commission on being able to file our rate case with minimum delay.
6. **Capital Projects:** During the past few months the company has been working diligently on developing a Capital Projects plan. The plan will cover the period 2015-2020 with the focus on Plant with significant upgrade required. Preliminarily, over this period we estimate a funding requirement of approximately \$1.361 million of which the proposed purchase of Mt. Roberts will be in the \$415k range pending NHPUC approval. How best finance these capital initiatives is yet to be determined.

7. **Data Processing conversion:** We had hoped to be further along with the conversion than we are currently. After extensive meetings both in person and conference calls we formulated and mutually agreed on a detailed work plan. The projected timeline at our last report stated that; Financial Management would convert in July, that has been moved to the end of August, Payroll was scheduled for August and has been moved to September and Utilities Management remains the same, end of October.
8. **Staff Update:** John Dawson resigned in May and the Company promoted Justin Benes to Field Supervisor. Justin has worked for the LRWC for eight years and brings 18 years of experience in Water Utilities. The company has also hired part time summer employee Maverick Eldridge to fulltime.

8:30AM  
Lakes Region Water Company, Inc.  
Accounts Payable Aging as of  
8/6/2015

Vendor Number	Vendor Name	8/5/2015 Prev Rep Total	8/5/2015 Incr (Decr)	Prev Rep 0-30	8/5/2015 Incr (Decr) 0-30	8/6/2015 Total	1 Month 0-30	2 Months 31-60	3 Months 61-90	4 Months 91-120	5 Months 121-150	6 Months 151-180	7-12 Months 181-365	13-24 Months 366-730	25-36 Months 731-1095	Over 3 Years >1095
1 009073	City of Laconia	1,063.00	(1,063.00)	-	-	-	-	-	-	-	-	-	-	-	-	-
1 009166	Town of Campton	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1 000005	Town of Conway	1,637.00	(1,637.00)	-	-	-	-	-	-	-	-	-	-	-	-	-
1 000360	Town of Freedom	1,171.59	(1,171.59)	(2,080.00)	2,080.00	-	-	-	-	-	-	-	-	-	-	-
1 002800	Town of Gilford	1,331.00	(1,331.00)	-	-	-	-	-	-	-	-	-	-	-	-	-
1 003700	Town of Moultonboro	3,781.00	(3,781.00)	-	-	-	-	-	-	-	-	-	-	-	-	-
1 000019	Town of Ossipee - Tax Dept.	634.00	(634.00)	-	-	-	-	-	-	-	-	-	-	-	-	-
1 006900	Town of Tamworth	2,849.00	(2,849.00)	-	-	-	-	-	-	-	-	-	-	-	-	-
1 009114	Town of Thornton	1,615.00	(1,615.00)	-	-	-	-	-	-	-	-	-	-	-	-	-
1 007300	Town of Tuftonboro	2,398.27	(2,398.27)	1,521.89	(1,521.89)	-	-	-	-	-	-	-	-	-	-	-
	Total Property Taxes	16,479.86	(16,479.86)	(558.11)	558.11	-	-	-	-	-	-	-	-	-	-	-
5 004500	NHEC	2,653.95	(714.50)	2,653.95	(714.50)	1,939.45	1,939.45	-	-	-	-	-	-	-	-	-
5 006000	PSNH	2,485.31	(357.21)	1,419.87	(357.21)	2,128.10	1,062.66	-	-	-	-	-	298.78	-	-	-
	Total Electric Utility Bills	5,139.26	(1,071.71)	4,073.82	(1,071.71)	4,067.55	3,002.11	-	-	-	-	-	298.78	-	-	-
3 004400	State of New Hampshire	23,741.32	-	-	-	23,741.32	-	-	-	-	4,698.27	-	19,043.05	-	-	-
3	Internal Rev. Service	(3,672.00)	-	-	-	(3,672.00)	-	-	-	-	-	-	-	-	(3,672.00)	-
3 004200	United States Treasury	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3 010009	Department of the Treasury	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3 002100	Treasurer State of NH	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Total State of NH Property and Other Taxes	20,069.32	-	-	-	20,069.32	-	-	-	-	4,698.27	-	19,043.05	-	(3,672.00)	-
4 009128	Payroll Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Total Payroll Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 010022	A & L Laboratory, Inc.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 006350	AAA Financial Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 009004	American Express-Open	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 009132	AmeriGas	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 000175	Anthem BCBS	6,092.29	-	-	-	6,092.29	-	-	-	6,092.29	-	-	-	-	-	-
5 001767	Arnttrust	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 000800	Balmoral Improv. Assoc.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 009167	Justin Benes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 001476	Blue Ridge Landscaping, Inc.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 000013	Calico Graphics	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 010084	Dawson Jr. & Sons	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 001800	Dig Safe Systems	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 009146	East Coast Foundation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 000012	Eastern Analytical Inc.	192.00	-	192.00	-	192.00	192.00	-	-	-	-	-	-	-	-	-
5 003200	E. M. Heath, Inc.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 008500	ExxonMobil	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 007800	F.W. Webb Co.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 025003	Fair Point Communications- WP	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 010005	Frase Electric LLC	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 001748	Generating Solutions, LLC	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 009176	GM Cardmember Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 001250	Hall's Concrete Cutting LLC	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 000173	Harvard Pilgrim Health Care	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 008500	Henley Enterprises, Inc.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 003300	Hidden Valley Association	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 010082	HydroSource Associates, Inc.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 000185	Indian Mound Hardware	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 000027	Invoice Cloud Inc.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 001754	IPFS Corp.	2,012.72	(2,012.72)	2,012.72	(2,012.72)	-	-	-	-	-	-	-	-	-	-	-
5 009174	James Dawson	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 000030	Lakes Region Water Company Inc	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 005210	Leone, McDonnell & Roberts	5,059.31	(3,709.68)	-	-	1,349.63	-	101.63	1,248.00	-	-	-	-	-	-	-
5 010047	Lewis Engineering	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 009190	Logics LLC	1,776.00	-	-	-	1,776.00	-	-	-	-	-	-	-	-	-	-
5 010065	LR Communications inactive	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 010090	L.R. Communications Corp.	233.52	(233.52)	233.52	(233.52)	-	-	-	-	-	-	-	-	-	-	-
5 007200	LRW Water Services, Inc.	27,542.53	-	-	-	27,542.53	-	-	-	-	-	-	27,542.53	-	-	-
5 009180	Ashely Mann	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 010030	Mark Richter Repair	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 001755	Melcher & Prescott	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 000034	Murphy's Village Store	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 001797	New Hampshire Public Utilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 005000	NHWA	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 004550	NextEra Energy Services	1,608.36	(612.71)	1,711.66	(612.71)	995.65	1,098.95	(103.30)	-	-	-	-	-	-	-	-
5 010044	Nobis Engineering Inc	1,863.50	(1,863.50)	-	-	-	-	-	-	-	-	-	-	-	-	-
5 009140	Northeast Delta Dental	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 009159	Northern Data Systems Inc.	458.36	(445.00)	6.68	-	13.36	6.68	6.68	-	-	-	-	-	-	-	-
5 005901	Pitney Bowes Global Financial	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 005902	Pitney Bowes Inc	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

**8:30AM**

**Lakes Region Water Company, Inc.**

### Accounts Payable Aging as of

8/6/2015

Vendor Number	Vendor Name	Prev Rep Total	Incr (Decr)	Prev Rep 0-30	Incr (Decr) 0-30	Total	0-30	31-60	61-90	91-120	121-150	151-180	181-365	366-730	731-1095	>1095
005900	Purchase Power															
009014	R E Prescott	51.92		51.92		51.92	51.92									
006200	Ransmeier & Spellman															
005200	Roberge, Norman E.	4,070.00		2,080.00		4,070.00	2,080.00		1,240.00	750.00						
009021	RWN Property Services	2,556.00				2,556.00		2,556.00								
000008	Sands, David S	3,124.45				3,124.45		(201.39)			(201.39)		663.94	13.12	850.17	2,000.00
010016	Schonstedt Instrument Co															
009173	Sensus Metering Systems															
010081	Shaheen & Gordon, P.A.															
001700	Skelly's Market	3,472.08	(2,003.40)	1,468.68		1,468.68	1,468.68									
004900	State of New Hampshire-UC															
004800	State of New Hampshire - MV															
010032	St Cyr, Stephen P															
002050	Stiles Company	(331.68)				(331.68)					(331.68)					
009036	Southworth Milton, Inc.															
001136	Sunday Paving & Sealing	3,600.00				3,600.00		3,600.00								
000950	Tim Christian Electric															
009143	Timothy Fontaine	22.53	(22.53)	22.53	(22.53)											
000021	Time Warner Cable															
006800	Thomas Mason Jr															
888024	Mason Jr, Thomas A.	80.00	(80.00)													
000127	Tuftonboro Dev.& Contracting L															
010059	Twin Rivers Office Machs															
000100	United Health Care Ins.Co.															
004720	U.S.Postal Serive															
050072	Upton & Hatfield LP	9,122.46	(4,796.88)			4,325.58		1,353.08	280.00	2,892.50						
008000	Verizon Wireless															
010003	Viano General Contractors LLC															
010035	Waste Management of NH															
010007	Water Industries	3,873.87		3,479.02		3,873.87	3,479.02	394.85								
008600	Town of Wolfeboro															
002000	Everett J. Prescott, Inc															
	Fair Point Communications-DR															
	Fair Point Communications, Inc															
	Fair Point Communications - IM															
000006	Laconia Electric Supply															
010078	Lakes Region Computer LLC	334.95	(334.95)	334.95	(334.95)											
007100	TI-Sales Inc.															
	Unknown															
						</										