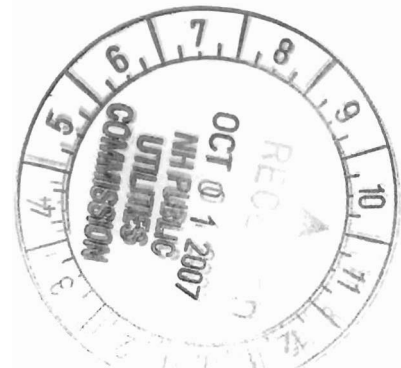


McLane

McLane, Graf,
Raulerson &
Middleton

STEVEN V. CAMERINO
Internet: steven.camerino@mcclane.com

September 28, 2007



Debra A. Howland
Executive Director and Secretary
New Hampshire Public Utilities Commission
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429

Re: DW 04-048; City of Nashua—Taking of Pennichuck Water Works, Inc.

Dear Ms. Howland:

Enclosed is Exhibit 3258 in response to the Commission's record request in the above-captioned proceeding.

Sincerely,

A handwritten signature in black ink, appearing to be "S. Camerino".

Steven V. Camerino

cc: Service List

STATE OF NEW HAMPSHIRE
BEFORE THE
PUBLIC UTILITIES COMMISSION

City of Nashua:
Taking of Pennichuck Water Works, Inc.

DW 04-048

Response to Commission Record Request

Date of Request: September 12, 2007
Exhibit No.: Exhibit 3258

Date of Response: September 26, 2007
Witness: Robert Reilly

REQUEST: Are you aware of any situations in which there has been more than one not-for-profit or governmental entity bidder for the purchase of an investor owned utility?

RESPONSE: Some examples of situations in which multiple not-for-profit or governmental entities have sought to purchase an investor owned water utility include the following:

Sale by Duke Power of its water utility in Anderson County, South Carolina, in which the Anderson County Water Association and the City of Anderson both sought to purchase the system.

Sale of New Haven Water Company in New Haven, Connecticut, in which both the City of New Haven and the South Central Connecticut Regional Water Authority sought to purchase the system.

Sale of Utilities Inc. of Maryland, in which both the Washington Sanitary Commission and Maryland Environmental Services expressed an interest in buying the water and wastewater utility.

Sale of General Development Utilities, Inc. (the Port St. Lucie, Florida division) in which Port St. Lucie County first acquired the utility, but shortly thereafter agreed to sell it to the City of St. Lucie.