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January 12, 2010

Debra A. Howland
Executive Director
New Hampshire Public Utilities Commission
21 South Fruit Street, Suite 10
Concord, New Hampshire 03301

**Re: DW 08-052, Pittsfield Aqueduct Company, Inc.
Revised Rate Recoupment for North Country Customers**

Dear Ms. Howland:

On December 18, 2009, Pittsfield Aqueduct Company submitted a letter to the Commission with a proposed recoupment for its North Country customers. Upon further review, the Company has determined that a different recoupment period is appropriate, and thus proposes the following:

For those customers entitled to a recoupment credit, the Company will provide a one-time credit for all customers located in the three North Country systems (Locke Lake, Birch Hill and Sunrise Estates). This one-time credit will be beneficial to customers given that some customers have a significant arrearage and otherwise would be subject to a disconnection notice. By applying the credit immediately, these customers will avoid disconnection and in some cases, the credit will make their accounts current. For those North Country customers who owe the Company additional funds as a result of the permanent rate order (Order No. 25, 051), the Company proposes to recoup those funds in equal installments over 18 months.

The proposed recoupment for the difference between temporary rates and permanent rates reconciled back to June 6, 2008 for the North Country customers is set forth below.

The surcharge or refund is calculated based on the actual usage, customer and fire protection charges for each General Metered and fire protection customer during the relevant period of time, and the applicable capital recovery surcharge. The total recoupment/credit calculated for the three North Country Systems is \$170,057.11.

| <u>North Country System</u> | <u>Total Recoupment</u> | <u>Number of Customers</u> | <u>Average Monthly Surcharge/Credit</u> | <u>Number of Months</u> |
|-----------------------------|-----------------------------|--------------------------------|---|-----------------------------|
| Locke Lake, Barnstead | \$ 52,788.81 | 843 | \$ 3.48 | 18 |
| Birch Hill, North Conway | \$121,177.04 | 209 | \$24.16 | 24 |
| Sunrise Estates, Middleton | (\$ 3,908.74) | 81 | (\$ 2.68) | 18 |

Note: The above is an average of total customers in each system including the surcharge and credit over an 18 month period or 24 month period for Birch Hill. The Company is proposing to refund eligible customers with a one-time credit upon NHPUC approval.

Thank you for your assistance with this matter. Please feel free to contact me with regard to any questions that you may have r.

Sincerely,



Bonalyn J. Hartley

Vice President Administration & Regulatory Affairs

cc: Service List