STATE OF NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION

DW 15-254

Hampstead Area Water Company, Inc. Petition to Expand Franchise within the Town of Kingston - King's Landing

Summary of Order *Nisi* No. <u>25,803</u> Granting Approval of Franchise, Financing of Assets, and Application of Existing Consolidated Rates

August 24, 2015

In Order *Nisi* No. 25,803, the Commission approved a petition by Hampstead Area Water Company, Inc. (HAWC), to expand its franchise in Kingston, New Hampshire, and to provide service to residents of King's Landing condominiums. The Commission also approved HAWC's request to finance the purchase of the King's Landing distribution system, and to apply its existing consolidated rates to King's Landing customers. The petition and subsequent docket filings, other than any information for which confidential treatment is requested of or granted by the Commission, are posted to the Commission's website at

http://www.puc.nh.gov/Regulatory/Docketbk/2015/15-254.html.

HAWC described the terms of its agreements with Trendezza, LLC (Trendezza), related to the King's Landing development, including: Trendezza's construction of the King's Landing water distribution system to serve forty four customers; HAWC's payment to Trendezza of \$44,000 at \$1,000 per customer hook-up, with no interest installments; Trendezza's grant of water rights and easement deed; and Trendezza's contribution to HAWC of the remaining portion of the system assets, valued at approximately \$337,000, as Contribution in Aid of Construction. HAWC also provided evidence of the Department of Environmental Services' (DES) conditional approval of the two King's Landing wells, for domestic use only. HAWC proposed to charge the King's Landing customers its existing consolidated rates. These include a \$10.00 base charge per month and a consumption charge of \$5.02 per 100 cubic feet of water used.

The Commission found HAWC's request to provide water service to customers in the King's Landing development consistent with the public good, as required by RSA 374:22 and RSA 374:26. The Commission also found that HAWC satisfied the DES suitability and availability requirements for water systems under RSA 374:22, III. With regard to HAWC's proposed financing, the Commission found the intended use and terms to be reasonable and consistent with the public good, as required by RSA 369:1. In addition, the Commission found that HAWC's consolidated rates are just and reasonable for the King's Landing development and authorized HAWC to charge those rates to those customers, on a service-rendered basis as of the effective date of the order.

To ensure that all interested parties receive notice of this docket and have an opportunity to request a hearing, the Commission delayed the effectiveness of its approval until September 24, 2015. All persons interested in responding to the Commission's approval may submit their comments or file a written request for a hearing which states the reason and basis for a hearing no later than September 10, 2015. Any party interested in responding to such comments and requests for hearing shall do so no later than September 17, 2015. Following consideration of any comments and requests for hearing received, the Commission may further extend the effective date of its approval. The Commission's approval shall become final and effective on September 24, 2015, unless the Commission orders otherwise.

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SERVICE LIST - EMAIL ADDRESSES - DOCKET RELATED

Pursuant to N.H. Admin Rule Puc 203.11 (a) (1): Serve an electronic copy on each person identified on the service list.

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FILING INSTRUCTIONS:

a) Pursuant to N.H. Admin Rule Puc 203.02 (a), with the exception of Discovery, file 7 copies, as well as an electronic copy, of all documents including cover letter with: DEBRA A HOWLAND

EXEC DIRECTOR NHPUC 21 S. FRUIT ST, SUITE 10 CONCORD NH 03301-2429

- b) Serve an electronic copy with each person identified on the Commission's service list and with the Office of Consumer Advocate.
- c) Serve a written copy on each person on the service list not able to receive electronic mail.