

NHPLIC 28JAW 19PK1:04

January 28, 2019

Debra A. Howland Executive Director Public Utilities Commission 21 South Fruit Street, Suite 10, Concord, N. H. 03301-2429

Re: DW 17-165 Abenaki Water Company's ("Abenaki" or "Company") proposed surcharge to recover temporary / permanent rate reconciliation and rate case and return on equity expenditures

Dear Ms. Howland:

In accordance with PUC Order No. 26,205 dated December 17, 2018 "Abenaki-Rosebrook shall file within 30 days of the date of this order, documentation of the difference between temporary rates which went into effect on May 1, 2018, and permanent rates as finally determined herein, and file a proposed surcharge for recovering the difference from customers; and it is FURTHER ORDERED, that Abenaki-Rosebrook shall file its final rate case expense pursuant to PUC 1905.02, and the terms of the Settlement Agreement, no later than 30 days from the date of this order."

The Company is proposing monthly surcharges of \$18.85 for the recovery of \$140,133.18 over an 18-month period. In support of the Company's proposed surcharges, the Company is providing a summary schedule for the Temporary / Permanent Rate Difference and Rate Case and ROE Surcharge schedule. See Attachment A.

The temporary / permanent rate difference calculation is show on Attachment B. A summary of the rate case expenditures is show on Attachment C. A summary of the return of equity expenditures is show on Attachment D. A summary of the estimated remaining rate case / return of equity expenditures is show on Attachment E. The estimated remaining expenditures include the maximum amount of PUC ROE consultant's costs allowed by RSA 365:38. Also, no interest charges have been added to the PUC ROE consultant's costs under the Company's proposal to pay for such costs as it collects such costs from customers. The supporting documentation consists of over 600 pages and due to its size will be filed with the Commission this week.

The actual calculation of the monthly surcharge is shown on Attachment A.

If you, the PUC and OCA staffs and / or other parties have questions and comments, please contact me at 603-293-8580 or pdoucette@newenglandservicecompany.com.

Sincerely,

Pauline Doucette

Cc: Service List