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| 2 | STATE OF NEW HAMPSHIRE | |
| 3 | PUBLIC UTILITIES COMMISSION | |
| 4 | | |
| 5 | September 30, 2021 - 9:33 a.m. | |
| 6 | [Hearing also conducted via Webex] | |
| 7 | RE: DW 20-071 ATKINSON AREA WASTEWATER | |
| 8 | RECYCLING, INC. REQUEST FOR CHANGE IN RATES AND REQUEST FOR WAIVER OF CERTAIN | |
| 9 | PUC 1604.01 REQUIREMENTS DW 2-091 ATKINSON AREA WASTEWATER | |
| 10 | RECYCLING, INC. PETITION TO APPROVE TRANSFER OF OWNERSHIP OF ATKINSON AREA | |
| 11 | WASTEWATER RECYCLING, INC. (Hearing) | |
| 12 | (nearing) | |
| 13 | PRESENT: Chairwoman Dianne H. Martin, Presiding Commissioner Daniel C. Goldner | |
| 14 | Doreen Borden, Clerk | |
| 15 | Corrine Lemay, PUC Remote Hearing Host | |
| 16 | | |
| 17 | APPEARANCES: Reptg. Atkinson Area Wastewater: Anthony S. Augeri, Esq. | |
| 18 | Reptg. N.H. Dept. of Energy: | |
| 19 | Mary E. Schwarzer, Esq. | |
| 20 | | |
| 21 | | |
| 22 | Court Reporter: Susan J. Robidas, NH LCR No. 44 | |
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[WITNESS PANEL: ST. CYR|SULLIVAN|LAFLAMME|MANNING]

| | 60 |
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| 1 | Thank you. |
| | |
| 2 | Mr. Augeri, did you have any |
| 3 | cross-examination? |
| 4 | MR. AUGERI: Madam Chairwoman, I do |
| 5 | not. |
| 6 | CHAIRWOMAN MARTIN: All right. |
| 7 | Then why don't we take a five-minute break. |
| 8 | We'll return at 10:50. Off the record. |
| 9 | (Brief recess was taken at 10:45 a.m., and |
| 10 | the hearing resumed at 10:53 a.m.) |
| 11 | CHAIRWOMAN MARTIN: Okay. Let's go |
| 12 | back on the record, and I will turn it over |
| 13 | to Commissioner Goldner for questions. |
| 14 | COMMISSIONER GOLDNER: Yeah, thank |
| 15 | you, Chairwoman. I just have a couple of |
| 16 | questions. |
| 17 | QUESTIONS BY COMMISSIONERS: |
| 18 | BY COMMISSIONER GOLDNER: |
| 19 | Q. First for Mr. Sullivan. I'm curious as to |
| 20 | why you're interested in this business. It |
| 21 | looks like a lot of work for a very small |
| 22 | return. And I'd just like you to share your |
| 23 | thoughts on that, please. |
| 24 | A. (Sullivan) To be honest with you, it's not my |

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[WITNESS PANEL: ST. CYR|SULLIVAN|LAFLAMME|MANNING]

61 business. I work here. I'm just an 1 2 employee. So... 3 Anybody on the panel that can address that Q. 4 question? 5 (St. Cyr) If I can have the question again, Α. 6 please? 7 Q. Yeah. I'm just curious. This looks like this is a lot of work, a lot of effort, and 8 9 for a very small return as we just went 10 through. And I'm curious as to why the Company is interested in this business. 11 (St. Cyr) It is a lot of work. You know, 12 it's a regulated utility, a small, you know, 13 sewer company. You know, it was primarily 14 driven by the construction of the two 15 buildings and the need to get, you know, some 16 17 existing rate in place that appropriately 18 attempts to, you know, earn a return on a 19 small rate base and cover its costs. 20 Was there any look at using a -- leveraging Q. 21 another water company in the area that might 22 have been cheaper or, you know, better 23 equipped to support the Company? 24 (St. Cyr) Well, the service agreements do

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[WITNESS PANEL: ST. CYR|SULLIVAN|LAFLAMME|MANNING]

that. You know, the sewer company itself has no employees.

- A. (Sullivan) And if I could add -- this is

 John. The water company already has the

 franchise in the area and was already

 providing water in the area. There's really

 no other water utility that could service

 this area.
- Q. Okay. Thank you, Mr. Sullivan.

I do have a follow-up for you, Mr. St.

Cyr. I know you do a lot of work with water utilities in New Hampshire. If we were to take a competitive view, looking at sort of similar properties that you've dealt with in the past, relative to this rate case, is this typical in terms of the customer charges? Is this higher than you would see typically? Is it lower than you would see typically?

A. (St. Cyr) I would say it's in the range. You know, some of the other sewer companies in particular, their rates may be a little bit less; although, I know in the case of two of them, they haven't been in for a rate increase since 2005. You know, the original

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November 23, 2021

By email (ClerksOffice@puc.nh.gov)

Chairman Daniel C. Goldner NH Public Utilities Commission 21 S. Fruit Street, Suite 10 Concord, NH 03301-2429

RE: DW 20-071 Atkinson Area Waste Water Recycling, Inc. Request Change in Rates Request Recovery of Rate Case Expenses

Dear Chairman Goldner:

Atkinson Area Waste Water Recycling, Inc. files this corrective cover letter with two corrections, the amount of rate case expenses is \$48,062.85 as reflected in the attachments, and "ROE" has been deleted before "Rate Expense schedules."

In accordance with PUC Order 26,547 dated November 9, 2021, the PUC ordered that "The settling parties agree that AAWW will only request recovery of rate case expenses and not expenses related to the request for a change in ownership. The request shall be filed within 30 days of the Commission order in this docket and shall conform with Puc 1905.02."

The Company is proposing a surcharge for 36 months of \$20.54/month to 65 customers for the recovery of \$48,062.85. In support of the Company's proposed surcharge, the Company is providing Rate Expense schedules, which summarize the rate case expenditures by date, vendor, amount, and cumulative amount. The individual invoices that support the rate case expenditures are also attached. At the bottom of the Deferred Rate Case Expenses schedule, the Company shows the total of the rate case expenditures to be recovered and develops the surcharge to be billed to customers.

AAWWR respectfully requests that the DOE Staff reviews the schedules, the supporting documentation and the proposed surcharge and draft its recommendation. AAWWR would appreciate having an opportunity to review the recommendation before it is filed with the Commission.

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Pursuant to the Commission's March 17. 2020 letter citing to the COVID-19 emergency, the Company will not file any paper copies.

If you, the Commissioners, DOE Staff and / or any other parties have questions and comments, please contact John Sullivan at John@lewisbuilders.com or 603-362-5333.

Very truly yours,

/s/ Anthony S. Augeri

Anthony S. Augeri, Esq. General Counsel

TA/hw enclosures

e cc: service list