

Forest Edge Water Company
before the
New Hampshire Public Utilities Commission
DW 08-160
Proposed Statement to Customer

October 1, 2012

Name
Address

Dear Customer,

On September 24, 2012 Forest Edge Water Company ("FEWC" or ACompany@) requested the New Hampshire Public Utilities Commission's (ANHPUC@) approval of an increase in rates to pay for operating expenses and to pay the outstanding debt. If the rate filing is accepted as submitted, the Company would realize an annual increase in permanent revenues of \$8,056 beginning October 1, 2012. The proposed quarterly rate for a customer would increase from \$115.84 to \$163.79, an increase of \$47.95 or 41.40%.

During the twelve months ended December 31, 2011, the Company=s net operating income (loss) amounted to (\$2,239). A significant expense contributing to the net operating loss is management / bookkeeping expenses. Also, in 2012, the Company has also incurred significant legal expenses and NHDES required mapping expenses. The proposed increase in the rate is required in order for the Company to recover its costs and to pay its outstanding debt.

The rate increase will be subject to review and ultimate approval by the NHPUC. Customers are welcome to submit written comments to the Commission at New Hampshire Public Utilities Commission, 21 South Fruit Street, Suite 10, Concord, N. H. 03301-2429 or via email at puc@puc.nh.gov. If you have any questions or comments, please contact me at 603-356-5736.

Sincerely,

Nathaniel Sullivan