CHAIRMAN Martin P. Honigberg

COMMISSIONERS Robert R. Scott

EXECUTIVE DIRECTOR Debra A. Howland

STATE OF NEW HAMPSHIRE



PUBLIC UTILITIES COMMISSION 21 S. Fruit St., Suite 10 Concord, N.H. 03301-2429

TDD Access: Relay NH 1-800-735-2964

Tel. (603) 271-2431

FAX No. 271-3878

Website: www.puc.nh.gov

DEFINIC COMPANIES

June 9, 2015

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

Re:

DA 14-064 Abenaki Water Company, Inc.

Staff Recommendation for Commission to Accept Revised Affiliate Agreement

with New England Service Company, Inc. and Close Docket

Dear Ms. Howland:

On May 14, 2015, Abenaki Water Company (Abenaki) filed with the Commission a revised affiliate agreement (the revised agreement) with New England Service Company, Inc. (NESC), pursuant to the requirements of RSA 366. Abenaki is a whollyowned subsidiary of NESC. Abenaki provides water service to approximately 95 customers in Bow, and provides both water and sewer service to approximately 150 customers in Belmont. Abenaki filed its original agreement with NESC with the Commission on March 5, 2014, shortly after acquiring its New Hampshire franchises. The Commission assigned Docket No. DA 14-064 to that filing. The revised agreement has also been docketed in DA 14-064.

The revised agreement is identical to the original agreement with respect to the services to be performed by NESC for Abenaki. The only change is the schedule of charges. Abenaki will now pay hourly rates (with weekly minimums) in place of flat monthly charges. For example, under the original agreement, Abenaki paid \$2,075 per month for operation and maintenance service at its Bow water system. Under the revised agreement, Abenaki would pay \$200 per week for on-call coverage and administrative duties, and \$75 per hour for regular contracted maintenance and/or emergency response labor. Abenaki asserts that this change to the pricing in its agreement with NESC will be more cost effective for the company.

Staff has reviewed the agreement and recommends the Commission accept the filing of the revised agreement between Abenaki and NESC and close this docket. Since DA 14-064 Abenaki Water Company Revised Affiliate Agreement with New England Service Company Staff Recommendation

Abenaki recently submitted a Notice of Intent to File Rate Schedules that was docketed as DW 15-199, Staff will review the pricing contained in the revised agreement in Abenaki's upcoming rate case.

If you have any questions regarding this matter, please let me know.

Sincerely,

Mark A. Naylor

Director, Gas & Water Division

Man C. Vaylor

cc: Service list

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.

Executive.Director@puc.nh.gov
amanda.noonan@puc.nh.gov
dcarson@newenglandservicecompany.com
jayson.laflamme@puc.nh.gov
karen.moran@puc.nh.gov
mark.naylor@puc.nh.gov
ocalitigation@oca.nh.gov
robyn.descoteau@puc.nh.gov
steve.frink@puc.nh.gov

Docket #: 14-064-1 Printed: June 09, 2015

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.