

# STEPHEN P. ST. CYR & ASSOC.

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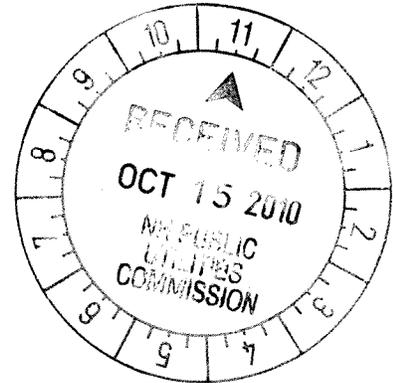
FAX: (207) 282-5225

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<b>ORIGINAL</b>	
N.H.P.U.C. Case No.	DW 10-217
Exhibit No.	#2
Witness	Panel
<b>DO NOT REMOVE FROM FILE</b>	

October 15, 2010

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



Dear Ms. Howland:

On behalf of Tioga River Water Co. ("TRWC" or "Company") enclosed is the original and eight copies of the Company's rate filing in DW 10-217.

The rate filing includes the following:

- (1) Introductory letter
- (2) Report of proposed rate changes for both Tioga and GVWD divisions
- (3) Proposed tariff pages for both Tioga and GVWD divisions
- (4) Direct testimony of Stephen P. St. Cyr and Exhibits for Tioga Division
- (5) Direct testimony of Stephen P. St. Cyr and Exhibits for GVWD Division
- (6) Proposed statement to be transmitted to each customer
- (7) Responses to NHPUC 1604.01 requirements
- (8) An attestation regarding the rate filing being an accurate reflection of Company's books

The Company believes that it has met the tariff filing requirements. It is our understanding that the Commissioners will schedule a prehearing conference to consider motions for intervention and a procedural schedule. The Company also anticipates being able to discuss and resolve any issues that may arise during the proceedings. If the Commissioners and/or its Staff have any questions, please contact me at 207-282-5222.

Sincerely,

A handwritten signature in cursive script that reads "Stephen P. St. Cyr".

Stephen P. St. Cyr

cc: Norm Harris, III

# **STEPHEN P. ST. CYR & ASSOC.**

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Tioga River Water Company  
before the  
New Hampshire Public Utilities Commission  
DW 10-217  
Introductory Letter

Tioga River Water Company ("TRWC" or "Company") respectfully requests that the Commissioners accept this filing in support of its request for an increase in the water rates. The Company proposes to increase its annual revenues from general customers in both its Tioga division ("Tioga") and its Gilford Village Water District division ("GVWD"). Both divisions received PUC approval to borrow ARRA SRF to make improvements to the water systems. The increase in revenue will allow the Company to pay back the SRF loans, to pay back loans from the owner and an affiliate for various system improvements and to cover its operating expenses.

At Tioga, the Company proposes to increase its revenues by \$13,335 or 127% to \$23,625 from its 22 customers. On a per customer basis, the revenue increase would be \$606.14 per year (\$151.53 per quarter) to \$1,082.95. During the fiscal year ended October 31, 2009 (the test year) Tioga's actual net income (loss) amounted to (\$1,369). Its operating revenues and expenses have been relatively stable.

At GVWD, the Company proposes to increase its revenues by \$19,295 or 147% to \$32,416 from its 38 customers or 88 units. On a per unit basis, the revenue increase would be \$219.26 per year (\$54.82 per quarter) to \$368.36. During the fiscal year ended October 31, 2009 (the test year) GVWD's actual net income (loss) amounted to (\$11,147). Its operating revenues have been relatively stable. Most of GVWD's operating expenses have been stable. GVWD did experience higher maintenance expenses on the distribution system during the test year.

The Company proposes that the new permanent rates be effective January 1, 2011.

With respect to the specific rate filing and its exhibits and supporting schedules, the Company has engaged the services of Stephen P. St. Cyr of St. Cyr & Associates to prepare the exhibits and to draft and present testimony on the merits of the case. Enclosed are exhibits, testimony and the other rate filing requirements.

SPSt. Cyr  
10/15/10