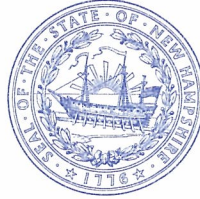


THE STATE OF NEW HAMPSHIRE

CHAIRMAN
Amy L. Ignatius

COMMISSIONERS
Michael D. Harrington
Robert R. Scott

EXECUTIVE DIRECTOR
Debra A. Howland



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

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

Tel. (603) 271-2431

FAX (603) 271-3878

Website:
www.puc.nh.gov

NHPUC 19NOV13AM11:17

November 19, 2013

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

Re: DW 12-254: Forest Edge Water Company, Inc.
Staff Recommendation re: Revenue Reconciliation &
Rate Case Expenses

Dear Ms. Howland:

On October 4, 2013, Forest Edge Water Company, Inc. (Forest Edge or the Company) submitted to Staff its calculation of proposed revenue recovery between temporary and permanent rates as well as its proposal for recovery of rate case expenses in DW 12-254. Forest Edge's submission was made in accordance with Commission Order No. 25,575 issued on September 20, 2013. In that order, the Commission approved a permanent revenue increase of 26.62%. In addition, the order required the Company to file within fifteen days its calculation of the temporary rate reconciliation and recoupment from November 1, 2012 to the date of the order, as well as its proposed method of recovering that difference.¹ The order also required that Forest Edge file within fifteen days a calculation of its rate case expenses and proposed surcharge.

Forest Edge's submission was prepared by its consultant, Stephen P. St. Cyr & Associates, and contained supporting calculations for both its proposed revenue recovery and rate case expenses as well as copies of invoices in support of its rate case expenses. A copy of Forest Edge's submission is attached to this correspondence and identified as Attachment A. Forest Edge proposes to simultaneously recover both the revenue differential between temporary and permanent rates in the amount of \$3,454 as well as its rate case expenses in the amount of \$15,588, or a combined amount of \$19,042. The method of recovery proposed by the Company is a \$56.67 per customer per quarter

¹ On February 19, 2013, the Commission issued Order No. 25,464 in DW 12-254 which approved Forest Edge's request for temporary rates at the level of its then authorized rates on a service rendered basis effective November 1, 2012.

surcharge to be assessed to its 42 existing customers over a period of eight billing quarters.

Staff reviewed Forest Edge's submission and propounded discovery on October 10, 2013. The Company's responses were received on October 21, 2013. A copy of these is also attached to this correspondence and identified as Attachment B.

With regard to Forest Edge's request to recover the amount of \$3,454 as its calculated revenue differential between temporary and permanent rates, Staff concurs with the Company's calculation and recommends that the Commission approve this amount. With regard to Forest Edge's request for recovery of its rate case expenses, the Company's response to Staff Data Request 3-1 appears to modify the original amount requested in that it reduces the combined amount of Mr. Sullivan and his assistant's charges from \$2,655 to \$2,150, or \$505. As a result, the modified amount that the Company is now seeking to recover for rate case expenses is \$15,083. Upon review of these charges, Staff also concurs with the Company's proposed amount for rate case expenses as modified. Therefore, Staff recommends that the Commission approve a combined recovery amount \$18,537 ($\$3,454 + \$15,083$) which encompasses both Forest Edge's calculation of the revenue differential between temporary and permanent rates as well as its modified rate case expenses.

With regard to the methodology for collecting this amount, the Company's proposal to impose a surcharge to its 42 customers over eight billing quarters will result in a \$55.17 ($\$18,537 \div 42 \div 8$) per customer per quarter surcharge. In Staff Data Request 3-2, Forest Edge was asked whether it might be willing to modify its proposed recovery period to either twelve or sixteen billing quarters. In response, the Company indicated that it would not be amenable to such a proposal, citing its belief that the length and inordinate expense associated with the rate proceeding was driven in part by the interveners who took part in the case. Additionally, the Company indicated that it felt that the two year recovery period was more than equitable in light of the fact that the two primary rate case vendors, Mr. St. Cyr and Mr. Sullivan, have already been more than one year without payment for services rendered in connection with the case.

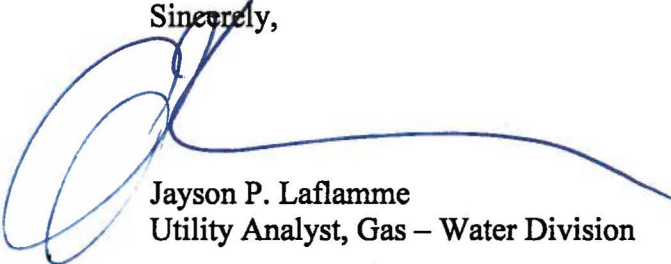
Staff understands the Company's tenuous cash situation and its eagerness to recover these amounts as expeditiously as possible. However, Staff believes that the \$55.17 quarterly surcharge proposed by the Company will be overly burdensome to Forest Edge's customers, who themselves have already experienced a \$30.84 per quarter rate increase. These same customers may also experience an additional rate increase of approximately \$6.50 per quarter within the next year due to a step increase for system mapping which the Company has been authorized to file for by no later than June 30, 2014. Staff, therefore, proposes that Forest Edge should be authorized to recover its combined revenue differential and rate case expenses over not less than sixteen billing quarters via a \$27.58 ($\$18,537 \div 42 \div 16$) per customer per quarter surcharge. While Staff recognizes that this proposal will more than likely be perceived by both the Company and its customers as falling far short of satisfactory in terms of their respective

expectations, Staff believes that it is nevertheless a fair compromise between both parties in light of all of the relevant circumstances surrounding this case.

In summation, Staff recommends that the Commission approve a revenue differential between temporary and permanent rates of \$3,454 as well as rate case expenses of \$15,083. Staff further recommends that the Commission approve recovery of the combined amount of \$18,537 via a \$27.58 per customer per quarter surcharge to be assessed over a period not less than 16 billing quarters. Staff submitted its proposals to Forest Edge as well as the interveners in this rate proceeding for their review. In response, Forest Edge indicated its concurrence with all of Staff's recommendations except for the 16 quarter recovery period. It further stated that to the extent the Commission determines that a longer recovery period is appropriate, the Company will agree to recovery over 12 billing quarters. Staff received no responses from any of the interveners in this case.

Thank you for your assistance with this matter. If you have any questions, please do not hesitate to contact me.

Sincerely,



Jayson P. Laflamme
Utility Analyst, Gas – Water Division

cc: Service List

Attachments: A – Submission by Forest Edge to Staff dated 10/04/13
B – Forest Edge responses to Staff Data Requests dated 10/21/13

DW 12-254
FOREST EDGE WATER COMPANY, INC.
STAFF RECOMMENDATION LETTER RE: REVENUE RECONCILIATION &
RATE CASE EXPENSES

ATTACHMENT A: SUBMISSION BY FOREST EDGE TO STAFF DATED 10/4/13

Forest Edge Water Company

Proposed Surcharge for Recovery of Temp/Perm Rate Recoupment and Rate Case Expenditures

Total Temp/Perm Rate Recoupment	\$3,454.08
Total Rate Case Expenditures	<u>15,588.07</u>
Total subject to Proposed Surcharge	\$19,042.15
Number of Customers	<u>42</u>
Total Proposed Surcharge per Customer	<u>\$453.38</u>
Total Proposed Surcharge per Customer per Quarter for 8 quarters	<u>\$56.67</u>

SPSt. Cyr
10/3/2013

Forest Edge Water Company

Temporary Rate Recoupment

	<u>Quarterly TempRates</u>	<u>Quarterly PermRates</u>	<u>Quarterly Difference</u>	<u>Monthly Difference</u>	<u>Number of Months</u>	<u>Total Difference</u>	<u># of Customers</u>	<u>Total Temp/Perm Amount</u>
Residential Customers	\$115.84	\$146.68	\$30.84	\$10.28	8	\$82.24	42	\$3,454.08

SPSt. Cyr
10/3/2013

Forest Edge Water Company

Rate Case Expenditures

Date of Invoice	Period	Vendor / Supplier	Hours	Rate/Hour	Amount	Other Expenses	Total Expenses
<u>St. Cyr & Associates</u>							
		St. Cyr & Associates			\$ 1,250.00		\$ 1,250.00
10/3/2012	5-9/12	St. Cyr & Associates					
							1st installment
							2nd installment
11/3/2012	10/12	St. Cyr & Associates	9.000	115.00	1,035.00	69.41	1,319.41
12/4/2012	11/12	St. Cyr & Associates	5.250	115.00	603.75		603.75
1/5/2013	12/12	St. Cyr & Associates	3.500	115.00	402.50		402.50
2/8/2013	1/13	St. Cyr & Associates	28.500	115.00	3,277.50	59.79	3,337.29
3/17/2013	2/13	St. Cyr & Associates	19.750	115.00	2,271.25	-	2,271.25
4/16/2013	3/13	St. Cyr & Associates	2.000	115.00	230.00	-	230.00
5/17/2013	4/13	St. Cyr & Associates	1.250	115.00	143.75	-	143.75
6/8/2013	5/13	St. Cyr & Associates	1.000	115.00	115.00	-	115.00
8/6/2013	6&7/13	St. Cyr & Associates	1.000	115.00	115.00		115.00
9/7/2013	8/13	St. Cyr & Associates	0.375	115.00	43.13		43.13
10/3/2013	9/13	St. Cyr & Associates	4.250	115.00	488.75		488.75
10/3/2013	10/13	St. Cyr & Associates	4.250	115.00	488.75		488.75
Total					\$ 11,714.38	\$ 194.04	\$ 11,908.42
<u>Nate Sullivan</u>							
							\$ 1,977.00
Page 1 of 2							677.50
Page 2 of 2							\$ 2,654.50
Total							
<u>Steven E. Patnaude, LCR</u>							
							\$ 375.15
<u>Wadleigh, Staff & Peters, PLLC</u>							
							\$ 650.00
Grand Total							
							\$ 15,588.07

SPSt. Cyr
10/3/2013

October 3, 2012

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in preparation and filing of rate case
during May – September 2012.

Agreed upon price per Engagement Letter	\$2,500.00
1 st installment	<u>1,250.00</u>
2 nd installment	\$1,250.00
Reimbursable Expenses:	
Copies	59.22
Postage	10.19
UPS	<u>0.00</u>
Total Billing	<u>\$1,319.41</u>
	Deposited 10/25/12

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-282-5222.

Sincerely,

Stephen P. St. Cyr

November 3, 2012

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered during October 2012 (see attached detail):

Current Month (9.50 hours @ \$115.00 / hour)	\$1,092.50
Reimbursable Expense:	
Copies	50.40
Postage	14.44
UPS	<u>0.00</u>
Total Current Month Billing	<u>\$1,157.34</u>
Payment due upon receipt.	Deposit 11/14/12

If you have any questions or comments, please call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
10/03	Review rate case exhibits; Modify rate case exhibits for temp rates; Prepare email re: same; Review testimony; Modify testimony for temp rates; Review testimony for temp rates	2.25
10/04	Review other rate filing req; Modify other rate filing req; Edit temp rate test; Prepare email re: same; Talk w/Nate re: temp rate filing	1.75
10/05	Review other rate filing req; Review test; Conduct final review; Prepare email re: temp rate filing	2.50
10/10	Prepare email re: audit	0.25
10/12	Talk w/Karen re; audit	0.25
10/22	Talk w/Mark re: prehearing date; Talk w/Laurie re: same; Talk w/Nate re: same; Prepare email re: same	0.50
10/23	Review email re: prehearing date; Review PUC order	0.50
10/24	Prepare email re: PUC order; Review reply re: same	0.25
10/25	Review PUC order; Review proposed letter to cust; Make change; Prepare email re: same	0.50
10/29	Talk w/Laurie re: cust notice	0.25
10/31	Prepare affidavit	0.50
Total		9.50

Handwritten notes:
 } Audit 0.50
 (.50)
 9.50 hrs

SPSt. Cyr
 11/03/12

December 4, 2012

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in November 2012 (see attached detail):

Prior Billings		<u>\$1,157.34</u>	Deposit 12/13/12
Current Month (9.625 hours @ \$115.00 / hour)		<u>1,106.88</u>	Deposit 12/13/12
Reimbursable Expenses:	Copies	0.00	
	Postage	0.00	
	UPS	<u>0.00</u>	
Total Billing		<u>\$2,264.22</u>	

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-282-5222.

Sincerely,

Stephen P. St. Cyr

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
<u>Rate Case</u>		
11/02	Talk w/PUC re: temp rates, audit & proc sch ; Call Nate; Talk w/ Nate re: temp rates; Prepare email re: same; Review / Reply to email re: temp rates, PUC order & proc sch	1.25
11/05	Review / Reply to email re: temp rate hearing	0.25
11/16	Review cust letter re: intervention	0.25
11/19	Review PUC order; Talk w/Laurie re: hearing; Prepare prel sum; Review same; Prepare for hearing	1.50
11/20	Prepare for and participate in prehearing conference and tech ses	1.50
11/21	Review proc sch	0.25
11/30	Review Staff letter re: proc sch; Review Staff letter to intervenors Re: hearing / tech ses	0.25
Total		<u>5.25</u>

<u>Audit</u>		
11/05	Review / Forward email re: audit	0.25
11/06	Review / Reply to email re: audit / state tax return	0.25
11/09	Talk w/Laurie re: audit; Review/Forward email re: audit questions	0.50
11/13	Review audit requests; Review audit request	0.50
11/14	Review 2011 sup docs; Prepare resp to var audit requests	1.00
11/19	Review / Reply to email re: audit	0.25
11/21	Prepare email re: tracking time / costs	0.25
11/28	Review email re: audit req; Review 2010 sup docs; Reply to email re: same; Review / Reply to email re; audit requests	1.125
11/30	Review audit requests; Review YE docs; Review fin / RC exp	<u>0.25</u>
Total		<u>4.375</u>

SPSt. Cyr
12/04/12

January 5, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered during December 2012 (see attached detail):

Prior Billings

\$1,106.88

Deposited
2/9/13

Current Month (13.50 hours @ \$115.00 / hour)

\$1,552.50

Deposited
3/04/13

Reimbursable Expense:

Copies
Postage
UPS

0.00
0.00
0.00

Total Current Month Billing

\$2,659.38

Payment due upon receipt.

If you have any questions or comments, please call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
12/18	Review / Reply to email re: eff date	0.25
12/20	Review email; Review Stip; Talk w/Laurie: same; Talk w/Nate re: Stip; Talk w/Nate re: same	0.75
12/21	Review / Reply to email re: Stip; Review / Forward Staff DRs; Review / Reply to email re: prel plan; Review revised Stip; Talk w/Nate re: same	1.25
12/22	Review / Forward email re: Stip	0.25
12/29	Review temp rate stip; Review prel plan	0.25
12/31	Prepare email re: hearing; Review email re: Q &A; Review Q & A; Prepare email re: same	0.75
Total		3.50
<u>Audit</u>		
12/03	Review email; Review fin / RC exp; Review 2009 YE trans; Review email re: audit rep; Review audit finds; Review audit report	1.00
12/04	Talk w/Nate re: audit report; Prepare email re: audit finds	0.50
12/06	Draft resp to audit finds 1 & 2; Review resp to audit find 3; Call PUC	0.50
12/07	Talk w/Laurie re: audit find 3; Talk w/PUC re: same; Talk w/Laurie; Review inc by cust detail; Review Nate's inc; Review Trust's inc; Determine total surcharge billed; Review 2011 rev; Review proforma adj; Draft resp; Prepare email re: same	1.50
12/11	Review email re: audit; Talk w/Nate re: same; Review / Revise Resp to 3; Prepare email re: same	1.25
12/12	Review audit comments	0.25
12/19	Review water system inventory; Prepare CPRs; Review depr sch; Prepare CPRs	2.50
12/20	Review 2008 - 2011 addition; Review 2006 & 2007 PUC Ann Rep; Review 1992 PUC Ann Rep; Review DE 84-376 petition w/ Fixed capital & depr sch; Update CPRs / depr sch; Update Plant sum; Update derp sum; Prepare email re: CPRs	2.50
Total		10.00
Grand Total		13.50

SPSt. Cyr
01/05/13

February 8, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in January 2013 (see attached detail):

Prior Billings

\$1,552.50

Deposited
3/4/13

Current Month (28.5 hours @ \$115.00 / hour)

3,277.50

Reimbursable Expenses:

Copies
Postage
UPS

47.79
12.00
0.00

3,337.29

Total Billing

\$4,889.79

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
<u>Rate Case</u>		
01/02	Review Q& A for hearing; Prepare rev req for meters; Prepare email re: same; Prepare email re: lost water / Des req; Prepare for hearing; Talk w/nate; Update costs for meters; Prepare for hearing; Prepare email re: meters	3.00
01/03	Prepare for and participate in hearing; Review Staff DRs; Prepare Co. resp; Prepare email re: same	4.00
01/04	Review email re: proc sch; Gather attachments; Prepare email re: correspondence / audit exp; Review Nate's comments; Incorporate comments into resp; Talk w/Nate re: resp; Make minor changes; Prepare email re: resp	4.25
01/05	Prepare Co. resp for mailing	0.50
01/07	Review / Reply to email re: resp	0.25
01/09	Review / Reply to email re: DRs; F/u on CPRs / audit time; Review email re: audit hours	0.75
01/11	Review Lake's DRs; Review Staff's DRs	0.50
01/15	Talk w/Laurie re: DRs; Draft resp to certain DRs; Prepare email re: Same;	2.25
01/16	Review / Reply to email re: 2b, c & d; Review lake DRs; Draft resp to certain DRs; Review / Reply to various emails; Review / Reply to Lake 10/11	3.75
01/18	Review various emails re: DRs; Update resp to Staff DRs; Prepare Email re: same; Review Co. resp to Lake DRs; Talk w/Laurie Re: DRs; Talk w/Nate re: DRs	1.50
01/23	Review / Finalize resp to Staff DRs; Gather attachments; Review / Finalize resp to lake DRs; Gather attachments; Prepare email re: DRs	3.00
01/29	Talk w/Nate; Review Staff's proposal; Review Co.'s proposal; Prepare notes	1.25
01/30	Review Staff's proposal w/Nate	0.25
01/31	Prepare for and participate in settlement conference	3.25
Total		<u>28.50</u>

SPSt. Cyr
02/08/13

March 17, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in February 2013 (see attached detail):

Prior Billings		\$4,889.79
Prior payment		<u>1,552.50</u>
Subtotal		\$3,337.29
Current Month (19.75 hours @ \$115.00 / hour)		<u>2,271.25</u>
Reimbursable Expenses:	Copies	0.00
	Postage	0.00
	UPS	<u>0.00</u>
Total Billing		<u>\$5,608.54</u>

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
02/01	Review revised Staff rev req	0.50
02/05	Review notes; F/U on various matters; Talk w/nate re: same	0.75
02/06	Prepre email re: rev rev req; Review CPRs; Prepare email re: CPRs; Review / Reply to email re: costs / step inc; Review updated tariff; prepare email re: tariff fees; Prepare email re: Mgmt Agr; Prepare rev requ re: add'l future costs; Review email re: Mgmt Agr / tariff fees	2.50
02/08	Review / Revise rev req offset; Review same; Prepare email re: same	1.00
02/11	Talk w/Nate re: various matters; Prepare email re: Mgmt Agr; Prepare email re: step inc offset; Review wdrate audit report re: CPRs; Talk w/Karen re: depr rates; Review CPRs; Prepare email re: same; Review / reply to email re: Jayson's comments	2.00
02/13	Review Mgmt Agr; Update term; Prepare email re: same; Talk w/Nate; Review Jayson's adj to step inc offset	1.00
02/19	F/U on tariff, mgmt agr, etc; Review PUC order on temp rates; Talk w/Nate re: same; Review email re: set agr / mgmt agr; Review mgmt agr	1.00
02/20	Reply to email re: mapping costs; Talk w/Marcia re: same; Review set agr	1.00
02/22	Call Marcia; Prepare email re: set agr; Talk w/Markk & Marcia re: set agr; Talk w/Nate re: same	0.75
02/23	Review Set Agr	0.25
02/26	Prepare email re: presentation of set agr	0.25
02/27	Review revised tariff; Prepare email re: comments; Review Stip Agr; Review Stip sch; Review Co. filing; Review PUC order on temp rates; Review / Forward email; Talk w/Mark; Review questions for haering; Prepare for hearing	2.75
02/28	Prepare for and participate in hearing	6.00
Total		19.75

SPSt. Cyr
03/17/13

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

April 16, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in March 2013 (see attached detail):

Prior Billings	\$5,608.54
Prior payment	<u>0.00</u>
Subtotal	\$5,608.54
Current Month (2.00 hours @ \$115.00 / hour)	<u>230.00</u>
Reimbursable Expenses:	
Copies	0.00
Postage	0.00
UPS	<u>0.00</u>
Total Billing	<u>\$5,838.54</u>

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
<u>Rate Case</u>		
03/01	Review Stip – Aff Agr; Prepare cover letter re: Aff Agr	0.50
03/04	Review email re: water test	0.25
03/07	Talk w/Nate re: water tests / tariff; Review water test	0.25
03/11	Review / Forward email re: doc; Review email / tariff	0.50
03/28	Talk w/Nate re: RRs; Review emails re: same; Review var emails re: same	<u>0.50</u>
Total		<u>2.00</u>

SPSt. Cyr
04/16/13

Stephen P. St. Cyr

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

May 17, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N.H. 03860

Re: 2012 Rate Change

Fee for professional services rendered in April 2013 (see attached detail):

Prior Billings	\$5,838.54
Prior payment	<u>0.00</u>
Subtotal	\$5,838.54
Current Month (1.25% surcharge)	<u>143.75</u>
Reimbursable Expenses	0.00
	0.00
	<u>0.00</u>
Total Billing	<u>\$5,982.29</u>

Payment due upon receipt

If you have any questions or comments, please don't hesitate to call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

Stephen P. St. Cyr

17 Sky Oaks Drive
Biddeford, Me. 04007
207-423-0215
stephenpstcyr@yahoo.com

<u>Date</u>	<u>Description</u>	<u>Hours</u>
	<u>Rate Case</u>	
04/02	Review of [redacted] bill, water tests, etc.	0.75
04/22	Review of [redacted] re email re: same	0.50
Total		<u>1.25</u>

SPSt. Cyr
05/17/13

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

June 8, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in May 2013 (see attached detail):

Prior Billings		\$5,982.29
Prior payment		<u>0.00</u>
Subtotal		\$5,982.29
Current Month (1.00 hours @ \$115.00 / hour)		<u>115.00</u>
Reimbursable Expenses:	Copies	0.00
	Postage	0.00
	UPS	<u>0.00</u>
Total Billing		<u>\$6,097.29</u>

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
<u>Rate Case</u>		
05/06	Review email re: RRs	0.125
05/07	Talk w/Nate re: RRs	0.125
05/10	Talk w/PUC Staff re: RRs	0.125
05/14	Review email re: deadline to file resp to RRs	0.125
05/16	Review Co. resp to RRs; Prepare email re: RRs; Talk w/PUC Staff re: same	<u>0.50</u>
Total		<u>1.00</u>

SPSt. Cyr
06/08/13

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

August 6, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in June & July 2013 (see attached detail):

Prior Billings		\$6,097.29
Prior payment		<u>0.00</u>
Subtotal		\$6,097.29
Current Month (1.00 hours @ \$115.00 / hour)		<u>115.00</u>
Reimbursable Expenses:	Copies	0.00
	Postage	0.00
	UPS	<u>0.00</u>
Total Billing		<u>\$6,212.29</u>

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
	<u>Rate Case</u>	
06/04	Review email re: RRs	0.25
06/21	Review / Reply to email re: tariff	0.25
06/24	Review / Reply to email re: settlement credit	0.25
07/16	Talk w/PUC re: PUC order	<u>0.25</u>
Total		<u>1.00</u>

SPSt. Cyr
08/06/13

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

September 7, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in August 2013 (see attached detail):

Prior Billings	\$6,212.29
Prior payment	<u>0.00</u>
Subtotal	\$6,212.29
Current Month (0.375 hours @ \$115.00 / hour)	<u>43.13</u>
Reimbursable Expenses:	
Copies	0.00
Postage	0.00
UPS	<u>0.00</u>
Total Billing	<u>\$6,255.42</u>

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
	<u>Rate Case</u>	
08/28	Review Staff's recommendation on tariff	0.25
08/29	Talk w/Nate re: same	<u>0.125</u>
Total		<u>0.375</u>

SPSt. Cyr
09/07/13

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

October 3, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in September 2013 (see attached detail):

Prior Billings		\$6,255.42
Prior payment		<u>0.00</u>
Subtotal		\$6,255.42
Current Month (4.25 hours @ \$115.00 / hour)		<u>488.75</u>
Reimbursable Expenses:	Copies	0.00
	Postage	0.00
	UPS	<u>0.00</u>
Total Billing		<u>\$6,744.17</u>

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenpstcyr@yahoo.com

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
<u>Rate Case</u>		
09/20	Review PUC order; Prepare email re: same	0.75
09/23	Talk w/Nate re: PUC order	0.25
09/24	Review PUC order; Verify amounts; Review approved / rejected changes to tariff; Prepare temp / perm sch; Prepare RC sch; Prepare proposed surcharge sch; Prepare To Do List; Prepare letter to customers	3.00
09/25	Review To Do List; Review letter to customers; Prepare email re: same	<u>0.25</u>
Total		<u>4.25</u>

SPSt. Cyr
10/03/13

GET /DevMgmt/DiscoveryTree.xml HTTP/1.1
Host: 127.0.0.1:8080

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenstcyr@yahoo.com

October 3, 2013

Nathaniel Sullivan
Forest Edge Water Company
P. O. Box 479
North Conway, N. H. 03860

Re: 2012 Rate Case

Fee for professional services rendered in October 2013 (see attached detail):

Prior Billings		\$6,744.17
Prior payment		<u>0.00</u>
Subtotal		\$6,744.17
Current Month (4.25 hours @ \$115.00 / hour)		<u>488.75</u>
Reimbursable Expenses:	Copies	0.00
	Postage	0.00
	UPS	<u>0.00</u>
Total Billing		<u>\$7,232.92</u>

Payment due upon receipt.

If you have any questions or comments, please don't hesitate to call me at 207-423-0215.

Sincerely,

Stephen P. St. Cyr

Stephen P. St. Cyr & Associates

17 Sky Oaks Drive
Biddeford, Me. 04005
207-423-0215
stephenstcyr@yahoo.com

<u>Date</u>	<u>Description of Services</u>	<u>Hours</u>
<u>Rate Case</u>		
10/02	Review email re: RC exp; Review RC exp; Prepare email re: same; Talk w/Nate re: RC exp / tariff changes	1.25
10/03	Review revised RC exp; Update RC sch; Update prop surcharge sch; Prepare email re: same	1.00
10/08 (est.)	Review / Respond to Staff DRs	0.50
10/15 (est.)	Review / Respond to Staff's recommendation	0.50
10/31 (est.)	Review PUC order re: temp / RC / surcharge; Prepare email re: same	0.50
11/15 (est.)	Prepare supplemental tariff	<u>0.50</u>
Total		<u>4.25</u>

SPSt. Cyr
10/03/13

DATE	ACTIVITY	TIME SPENT	Laurie / Admin.
10/4/2012	Phone call with St. Cyr	0.75	
10/5/2012	E-Mails	0.25	
10/22/2012	Phone call with St. Cyr	0.5	0.25
10/22/2012	(Laurie) Phone call with St. Cyr		
10/24/2012	E-Mails	0.25	
10/25/2012	E-Mails	0.25	0.25
10/29/2012	(Laurie) Phone call with St. Cyr		
11/2/2012	Phone call with St. Cyr & E-mails	1.25	0.25
11/19/2012	(Laurie) Phone call with St. Cyr		
12/18/2012	E-Mails	0.25	
12/20/2012	Phone call with St. Cyr	0.5	0.25
12/20/2012	(Laurie) Phone call with St. Cyr		
12/21/2012	Phone call with St. Cyr	0.5	
1/2/2013	Phone and e-mail with St. Cyr	0.5	
1/3/2013	Hearing	4	
1/4/2013	Phone call with St. Cyr	1	0.25
1/15/2013	(Laurie) Phone call with St. Cyr		
1/18/2013	Phone call with St. Cyr	0.5	0.25
1/18/2013	(Laurie) Phone call with St. Cyr		
1/29/2013	Phone call with St. Cyr	1	
1/30/2013	Phone call with St. Cyr	0.25	
1/31/2013	Conference	3.25	
2/5/2013	Phone call with St. Cyr	0.75	
2/11/2013	Phone call with St. Cyr	1	
2/13/2013	Phone call with St. Cyr	0.5	
2/19/2013	Phone call with St. Cyr	0.5	
2/22/2013	Phone call with St. Cyr	0.25	
2/28/2013	Hearing	6	
5/7/2013	Phone call with St. Cyr	0.125	
8/29/2013	Phone call with St. Cyr	0.125	
9/10/2013	Rev e-mail from Lynn Hanson re staff recomm.	0.65	
9/12/2013	Phone call with Mark Naylor	0.18	
9/19/2013	Phone call with Marcia Brown	0.18	
2/22/2013	Review Stipulation	0.33	
2/26/2013	Review e-mails	0.5	
3/13/2013	Collect and review records, email to state	0.5	
3/18/2013	Rec. & rev. tariff changes from K. Sullivan	0.5	
	Travel time to and from 3 hearings @ 4 hrs. ea	12	
	Administrative time to compile information		1.5

Mr. Sullivan's billable time

Total Pg 1 of 2
 Total Pg 2 of 2
 Grand Total

39.09	3
$\times 50.00/hr$	$\times 15.00/hr$
\$1,954.50	22.50
677.50	0.00
<u>\$2,632.00</u>	<u>22.50</u>
	1,977.00
	677.50
	<u>2,654.50</u>

FEWC 2012 - Nathaniel Sullivan's
Administrative Hours Worked

Mor	Date	Year	Time Spent	Task
2	5	2012	0.75	Phone call with S St Cyr
2	11	2012	1	Phone call with S St Cyr
2	13	2012	0.5	Phone call with S St Cyr
2	19	2012	0.5	Phone call with S St Cyr
2	22	2012	0.25	Phone call with S St Cyr
1	2	2012	1	Phone call with S St Cyr
1	4	2012	1	Phone call with S St Cyr
1	18	2012	0.75	Phone call with S St Cyr
1	29	2012	1.25	Phone call with S St Cyr
1	30	2012	1.25	Phone call with S St Cyr
1	25	2112	1	Request transcript from S. Patenaude, LCR
5	15	2012	1	Consult with Thaddeus Thorne Surveys, Inc.
5	7	2012	0.25	Phone call with S St Cyr
5	17	2012	0.5	Phone call with Wadleigh, Starr & Peters, PLLC
5	22	2012	0.4	Phone call with Wadleigh, Starr & Peters, PLLC
5	24	2012	2	Phone call with wadleigh, Starr & Peters, PLLC x 2 calls
5	25	2012	5	Attend Hearing
5	29	2012	0.1	Phone call with Wadleigh, Starr & Peters, PLLC
5	30	2012	0.25	E-mail & call with Wadleigh, Starr & Peters, PLLC
6	5	2012	0.4	E-mail & call with Wadleigh, Starr & Peters, PLLC
6	6	2012	0.3	Conference call with Wadleigh, et al and Atty. Weider
6	19	2012	0.25	Review e-mail from Wadleigh, et al
6	26	2012	0.1	e-mail to and from Wadleigh, et al
8	2	2012	0.5	Call with St. Cyr
8	3	2012	0.5	Review letter for rate increase
8	21	2012	0.25	Review letter for rate increase
8	30	2012	0.5	e-mail regarding final rate case schedules
9	21	2012	0.5	Review rate filing requirements
11	19	2012	0.25	Review letter from Mike Mortimer
12	21	2012	0.5	Review rate filing requirements

13.55 hours
x 50.00/hour
677.50

INVOICE

Steven E. Patnaude, LCR

12 Keneval Avenue
Boscawen, New Hampshire 03303
Phone (603) 796-2596 Email: spatnaude@tds.net

Bill: Nathaniel Sullivan
Forest Edge Water Co.
P.O. Box 479
North Conway, NH 03860-0479

Ship to: Nathaniel Sullivan
Forest Edge Water Co.
P.O. Box 479
North Conway, NH 03860

REPTG.: Forest Edge Water Co.

INVOICE NO.: 2013-003
DATE: 01-25-13
TERMS: Net 30 days
DUE DATE: 02-25-13

SHIP DATE: with invoice SHIPPED VIA: Priority Mail

DOCKET NO.: DW 12-254 FOREST EDGE WATER COMPANY:
Notice of Intention to File a Change in Rate Schedules.
(Hearing regarding Temporary Rates)

SERVICES PROVIDED:

Original & 1 copy of a 50-page transcript of the hearing held
on January 3, 2013, including attendance fee, condensed versions >
(Original delivered to the NIPUC on 01-24-13)

	AMOUNT
Original & 1 copy of a 50-page transcript of the hearing held on January 3, 2013, including attendance fee, condensed versions >	\$ 370.00
<hr/>	
SUBTOTAL =	\$ 370.00
SHIPPING =	\$ 5.15
<hr/>	
TOTAL DUE =	\$ 375.15

*When case is done -
Nate - I don't
see the payment
of this invoice
anywhere in
FEWC QuickBooks
Nate to talk
to Steve about this
issue fairly soon*

SUBTOTAL = \$ 370.00
SHIPPING = \$ 5.15
TOTAL DUE = \$ 375.15
turn with payment

Patnaude, LCR)
Forest Edge Amount: \$ 375.15

WADLEIGH, STARR & PETERS, P.L.L.C.

95 Market Street
Manchester, New Hampshire 03101
(603) 669-4140; (603) 669-6018 (fax)
02-0504984

IN ACCOUNT WITH:

Forest Edge Water Company, Inc.
Nate Sullivan, President

Date: September 27, 2013
File No: 45895-48055

FOR PROFESSIONAL SERVICES RENDERED in connection with Tariff Proposal with Public Utilities Commission, including revision to Tariff Proposal; letter to Mr. Sullivan regarding revisions; email correspondence with Mr. Sullivan regarding Forest Edge PUC proceeding; email correspondence with Mr. Sullivan regarding correspondence with PUC; emails with Mr. Sullivan regarding comments from Mr. Lake and Mr. deFeyder to Tariff Proposal; review staff recommendations to Tariff Proposal; correspondence with Mr. Sullivan regarding comments of Mr. Lake and Mr. deFeyder submitted to PUC; review Tariff Order; telephone conference with Mr. Sullivan regarding Tariff Order.

2.5 hours @ \$260/hour =

\$650.00

DW 12-254
FOREST EDGE WATER COMPANY, INC.
STAFF RECOMMENDATION LETTER RE: REVENUE RECONCILIATION &
RATE CASE EXPENSES

ATTACHMENT B: FOREST EDGE RESPONSES TO STAFF DATA REQUESTS
DATED 10/21/13

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
STAFF DATA REQUESTS – SET 3

Data Requests Received: October 10, 2013 Date of Response: October 21, 2013
Staff 3-1 Witness: Stephen P. St. Cyr

Request: Re: Nate Sullivan Charges – Page 2 of 2: Please provide more detailed explanations relative to the exact nature of each of the entries appearing on this page.

Response: See attached revised activity, time and amount for Mr. Sullivan.

Forest Edge Water Company

Rate Case Expenditures - Nate's activity and time

<u>DATE</u>	<u>ACTIVITY</u>	<u>TIME SPENT</u>	<u>Laurie / Admin.</u>
5/7/2012	Phone call with St. Cyr re: data required for rate case	0.250	
8/2/2012	Call with St. Cyr re: Add'l info needed / proforma adjustments	0.500	
8/3/2012	Review draft notice of intent for rate increase	0.500	
8/21/2012	Review PUC letter re: acknowledge of notice of intent	0.250	
8/30/2012	Email regarding rate case testimony	0.500	
9/21/2012	Review other rate case filing requirements	0.500	
10/4/2012	Phone call with St. Cyr re: temp rate filing	0.750	
10/5/2012	E-Mails re: temp rate filing	0.250	
10/22/2012	Phone call with St. Cyr re: prehearing data	0.500	
10/22/2012	(Laurie) Phone call with St. Cyr re: prehearing date		0.250
10/24/2012	E-Mails re: PUC order	0.250	
10/25/2012	E-Mails re: PUC order / letter to customers	0.250	
10/29/2012	(Laurie) Phone call with St. Cyr re: cust notice		0.250
11/2/2012	Phone call with St. Cyr & E-mails re: temp rates / procedural sch	1.250	0.250
11/19/2012	(Laurie) Phone call with St. Cyr re: hearing		
12/18/2012	E-Mails re: temp rate effective date	0.250	
12/20/2012	Phone call with St. Cyr re: temp rate stip	0.500	
12/20/2012	(Laurie) Phone call with St. Cyr re: temp rate stip		0.250
12/21/2012	Phone call with St. Cyr re: temp rate stip / Staff data requests	0.500	
12/21/2012	Review email re: temp rate stip / Staff data requests	0.500	
1/2/2013	Phone and e-mail with St. Cyr re: metering / lost water	0.500	
1/3/2013	Temp Rate Hearing	4.000	
1/4/2013	Phone call with St. Cyr re: Temp Rate hearing / Response to DRs	1.000	
1/15/2013	(Laurie) Phone call with St. Cyr re: DRs		0.250
1/18/2013	Phone call with St. Cyr re: DRs	0.500	
1/18/2013	(Laurie) Phone call with St. Cyr re: DRs		0.250
1/29/2013	Phone call with St. Cyr re: Staff's proposal	1.000	
1/30/2013	Phone call with St. Cyr re; Staff's proposal	0.250	
1/31/2013	Tech session / Settlement Conference	3.250	
2/5/2013	Phone call with St. Cyr re: rae case matters	0.750	
2/11/2013	Phone call with St. Cyr re: rate case matters	1.000	
2/13/2013	Phone call with St. Cyr re: rate case matters	0.500	
2/19/2013	Phone call with St. Cyr re: tariff / temp rate	0.500	
2/22/2013	Phone call with St. Cyr re: settlement agreement	0.250	
2/28/2013	Hearing on merits	6.000	
5/7/2013	Phone call with St. Cyr re: record requests	0.125	
8/29/2013	Phone call with St. Cyr re: status	0.125	
9/10/2013	Rev e-mail from Lynn Hanson re staff recomm.	0.650	
9/12/2013	Phone call with Mark Naylor re: tariff	0.180	
9/19/2013	Phone call with Marcia Brown	0.180	
2/22/2013	Review Stipulation	0.330	
2/26/2013	Review e-mails re: settlement agreement	0.500	
3/13/2013	Collect and review records, email to state	0.500	
3/18/2013	Rec. & rev. tariff changes from K. Sullivan	0.500	
	Travel time to and from 3 hearings @ 4 hrs. ea	12.000	
	Administrative time to compile information		<u>1.500</u>
	Billable time	42.090	3.000
	Billable rate	<u>\$ 50.00</u>	<u>\$ 15.00</u>
	Total	<u>\$ 2,104.50</u>	<u>\$ 45.00</u>

DW 12-254
FOREST EDGE WATER COMPANY
REQUEST FOR INCREASE IN PERMANENT RATES
STAFF DATA REQUESTS – SET 3

Data Requests Received: October 10, 2013 Date of Response: October 21, 2013
Staff 3-2 Witness: Stephen P. St. Cyr

Request: Would the Company be amenable to either a twelve or sixteen quarter recovery period?

Response: No. Preparation for the rate case began in the spring of 2012. It has now been 1 ½ years since preparation began. The rate case took longer and costs more due in part to the involvement of the interveners. Mr. St. Cyr and Mr. Sullivan are presently owed \$6,744 and \$2,150, respectively. The Company's proposal to recover the rate case expenditures over eight quarters seems reasonable in light of Mr. St. Cyr & Mr. Sullivan having already waited for payment for more than 1 year.