

**STATE OF NEW HAMPSHIRE  
BEFORE THE  
NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION**

**DG 14-\_\_**

**Re: Concord Steam Corporation**

**Verified Petition for Approval of Issuance of Securities Pursuant to RSA 369:1**

NOW COMES Concord Steam Corporation ("CSC" or the "Company") and petitions the New Hampshire Public Utilities Commission ("the Commission") for authority to increase its long term debt by \$250,000. The purpose for the funds are to replace the existing feedwater deaerating heater, repair the existing smoke stack and replace two expansion joints in the distribution system. In support of its petition, CSC states as follows:

1. CSC is a corporation duly organized and existing under the laws of the State of New Hampshire. CSC is a public utility engaged in providing steam service to commercial, industrial, and a limited number of residential customers in the City of Concord, New Hampshire.

2. CSC has, as of July 31, 2014, outstanding long term debt of \$328,226. This consists of two equipment loans with an outstanding balance of \$46,558, and a loan with TD Bank with an outstanding principal of \$281,668. The Commission approved the long term debt of \$795,000 with TD Bank in docket DG 06-111 on November 8, 2006 in order # 24,673.

3. The Company seeks to increase its long term debt by \$250,000 with an advance on the existing debt, by adding to its existing long term debt with TD Bank (\$281,668) such that it would incur a total of \$531,668 in long term debt on the existing loan with TD Bank. The maturity date will remain the same (10/1/16), and the monthly payments will be modified accordingly.

4. The Company has a commitment letter from TD Banknorth for this \$250,000 advance (the "Loan"). A copy of the commitment letter is attached to this Petition as Exhibit 6. Specifically, TD Banknorth has proposed advancing CSC a maximum principal amount of \$250,000 under the terms of the existing long term loan. The loan would will have a modified amortization schedule so that the loan will be fully paid by 10/1/16. The interest rate on the Loan will remain at the existing rate of 4.07%. Principal and interest on the Loan would be based on the amortization schedule and due and payable on a monthly basis. The Loan will be secured by all of the assets of the Company, including accounts receivables, machinery and equipment, inventory, and intangible assets. In addition, the principals of CSC would personally guarantee the Loan.

5. The Company has an existing deaerating feed water heater that must be replaced due to safety concerns, and this is estimated to cost \$150,000. The smoke stack at the Pleasant Street facility has minor repairs that must be done, and two 25 year old 12" expansion joints in the underground steam system are being replaced as they are both leaking. The Company estimates these repairs to cost \$65,000 and \$35,000 respectively. Thus, the capital improvements and equipment purchases comprise \$250,000 of long term debt which the Company seeks to finance.

6. With the refinance, the new debt service for the modified loan will be about \$21,400/month.

7. In compliance with Puc rules, the completed F-4 form is attached to this Petition which describe the impact of this borrowing on the Company:

- a. Exhibit 1: Estimated costs associated with the borrowing;
- b. Exhibit 2: Sources and Uses
- c. Exhibit 3: CSC's current balance sheet, adjusted for the borrowing;
- d. Exhibit 4: CSC's current income sheet, adjusted for the borrowing;

- e. Exhibit 5: Statement of capitalization ratios reflecting the borrowing;
- f. Exhibit 5: Cost of Debt;
- g. Exhibit 6: TD Bank letter of commitment; and
- h. Exhibit 7: The Unanimous Consent of the Board of Directors of the Company Approving The Borrowing

8. The Company seeks a waiver of Puc 1107.02(b)(7) requiring a copy of the applicable mortgage indenture as the Company does not have such from TD Banknorth at the time of this filing, and 1107.02(b)(9), as the Loan will not result in any new common or preferred stock.

9. CSC alleges that the proposed financing will be consistent with the public good because it will enhance the Company's ability to perform the day-to-day work necessary to supply steam service to its customers in a safe and cost-effective manner. For the foregoing reasons, CSC requests that the Commission issue an Order Nisi authorizing the Company to enter into the financing.

WHEREFORE, Concord Steam respectfully requests that the Commission enter an order authorizing Concord Steam to enter into the Loan and increase its long-term debt to \$531,668.

Respectfully submitted,

CONCORD STEAM CORPORATION

Date: August 6, 2014

By:

A handwritten signature in blue ink, appearing to read "Peter Bloomfield", is written over a horizontal line.

Peter Bloomfield, Pres  
Concord Steam Corp

I, Peter G. Bloomfield, President of Concord Steam Corporation, being first duly sworn, hereby depose and say that I have read the foregoing Verified Petition, and the facts alleged therein are true to the best of my knowledge and belief.

Dated:

  
Peter G. Bloomfield

STATE OF NEW HAMPSHIRE  
COUNTY OF MERRIMACK

Sworn to and subscribed before me this 13 day of August, 2014.

  
Justice of the Peace/Notary Public

My Commission Expires:

  
ELLIOT JOHN SMITH, Notary Public  
My Commission Expires January 15, 2019

ACTION BY CONSENT  
IN LIEU OF SPECIAL MEETING OF THE  
BOARD OF DIRECTORS OF  
CONCORD STEAM CORPORATION

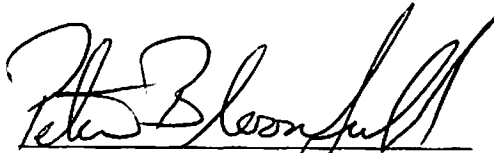
Pursuant to New Hampshire Revised Statutes Annotated 293-A:8.21, the undersigned, being all the directors of Concord Steam Corporation (the "Corporation"), in lieu of a special meeting, hereby take the action set forth below:

VOTED: That the Corporation is authorized to renew and extend the loan from TD Bank that was the loan with the original principal of the sum of Seven Hundred Ninety Five Thousand Dollars (\$795,000),

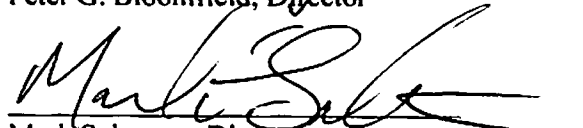
VOTED: That the outstanding principal is now \$281,668, and the Corporation is hereby authorized to renew and increase the loan from TD Bank NA (the "Bank") by Two Hundred Fifty Thousand Dollars (\$250,000) in accordance with the terms and conditions set forth in the agreement from the Bank,

VOTED: Peter G. Bloomfield, President, is hereby authorized and directed to execute any and all documents required by the Bank in connection with the aforesaid borrowings, and to take any and all other steps deemed necessary or advisable, in his sole discretion, in connection with said borrowings.

Date: August 6, 2014

  
Peter G. Bloomfield, Director

Date: August 6, 2014

  
Mark Saltsman, Director