

LAKES REGION WATER COMPANY INC.

420 Governor Wentworth Highway, PO Box 389
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December 27, 2016

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

NHPUC 28DEC'16AM10:32

Re: DW 15-209 Lakes Region Water Company's ("LRWC" or "Company") proposed surcharge to recover temporary / permanent rate reconciliation and rate case expenditures

Dear Executive Director Howland:

In accordance with PUC Order No. 25,969 dated November 28, 2016 the "Settling Parties propose that a surcharge be implemented to collect an amount equal to the difference in revenues the Company would have collected had the agreed upon level of permanent rates been in effect for service rendered after September 14, 2015." Also, in accordance with the order, the "Settling Parties agreed LRWC shall be allowed to recover its reasonable rate case expenses pursuant to N. H. Code Admin Rule Puc 1905.02 ..."

The Company is proposing a quarterly surcharge of \$12.87 for the recovery of \$174,035.44 over 8 quarters. In support of the Company's proposed surcharge, the Company is providing Attachment A, which shows the calculations of the temporary / permanent rate reconciliation. Also, the Company is providing Attachment B, which shows a Summary of Rate Case Expense. The individual invoices that support the rate case expenditures are being provided to the PUC and OCA staffs only for review. In addition, the Company is providing Attachment C, which combines the temporary / permanent reconciliation amount and the rate case expenditures to total an amount to be recovered and the development of a surcharge to be billed to customers.

If you, the PUC and OCA staffs and / or other parties have questions and comments, please feel free to contact me.

Sincerely,



Leah Valladares

Cc: Service List