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November 18, 2024

Via Email

And First Class Mail

Ms. Stephanie De La Rosa
Clerk
State of Rhode Island
Public Utilities Commission
89 Jefferson Boulevard
Warwick, RI 02888

RE: The Narragansett Bay Commission – Docket 24-40-WW (Debt Service Compliance Filing)

Dear Ms. De La Rosa:

Enclosed please find an original and nine copies of the following:

1. The Narragansett Bay Commission's Response to the Rhode Island Public Utilities Commission's Data Requests (Set 1).

Thank you for your attention to this matter.

Sincerely,



Joseph A. Keough, Jr.

Enclosures

cc: Service List (via email)

Comm. 1-1: The table on page 7 of Ms. Giebink's testimony indicates that after borrowing \$100 million in 2025, there will still be a shortfall of \$31 million through June 30, 2026.

- a. Will NBC utilize the Debt Service Reserve to fill this funding gap? If no, please explain how the funding gap will be filled.
- b. If the answer to (a.) is no, what will be the disposition of the Debt Service Reserve funds collected annually?

Response:

- a. To prepare this response I reviewed the table on page 7 and noticed that the sources for "Current Capital Funds on hand as of 8/1/24", were incorrect. I have updated that table and it is attached to this response. The updated table shows that the funding shortfall is \$39.6 million through June 30, 2026. This includes the programmed use of the Debt Service Coverage to fund the CIP. A funding gap exists even with the use of these funds and NBC will need to issue additional revenue bonds to finance the capital program.

For purposes of clarification, NBC understands this question to be related to the debt service coverage carry-forward since NBC does not have a funded Debt Service Reserve Fund. NBC's annual debt service coverage is deposited into the Stabilization Account of the Debt Service Fund. Subsequent to the fiscal year-end, available funds are transferred to the Operating Capital Accounts in the Project Fund to be used for capital projects and operating capital.

- b. N/A.

Prepared by: Karen Giebink

Comm. 1-1 Attachment

Updated Table 11-14-24

Capital Improvement Sources and Uses through Rate Year

Capital Sources:

Current Capital Funds on hand as of 8/1/24:

| | | |
|---|----|------------|
| 2020 Series C (WIFIA- CSO Phase III A & BP Resiliency) - Unspent Proceeds | \$ | 65,579,287 |
| 2022 Series A (WIFIA-FP Resiliency) - Available Unspent Proceeds | | 30,248,262 |
| 2023 Series A (RIIB) - Unspent Proceeds | | 4,303,364 |
| 2024 Series A (RIIB) - Unspent Proceeds | | 74,058,592 |
| Pay-go (OCA-RCIP prior year coverage and Grant/Project Reimb.) | | 27,909,954 |

New Capital Funds

| | | |
|---|--|-------------|
| Pay-go Projected transfer to OCA-RCIP July 2025 (prior year coverage) | | 15,000,000 |
| 2025 Series A (RIIB) | | 100,000,000 |

Total Sources

\$ 317,099,459

Capital Uses (8/1/24 through 6/30/26):

| | | |
|---|----|-------------|
| CSO Phase III A Facilities | \$ | 258,461,134 |
| Wastewater Treatment Facilities Improvements | | 29,229,324 |
| Field's Point Resiliency | | 30,248,262 |
| Bucklin Point Resiliency | | 19,956,873 |
| Sewer System Improvements | | 7,037,481 |
| Interceptor Inspection, Restoration & Construction Projects | | 4,417,820 |
| Infrastructure Management | | 6,206,148 |
| Cost of Issuance (2025 Series A) | | 1,125,000 |

Total Uses

\$ 356,682,042

Additional Funding Needed

\$ (39,582,583)

Comm. 1-2: Referring to Schedule KLG-4, please explain why the interest rate varies from year to year rather than remaining fixed.

Response: The interest rate for the loan itself is fixed. However, each maturity has a different interest rate based on market conditions, and longer maturities generally require higher interest rates than shorter maturities. By way of example, and as noted in Schedule KLG-4, the June 30, 2055 maturity has a rate of 3.2614%, while the June 30, 2026 maturity has a rate of 2.3234%. It should be noted that while the rates vary from year to year, the interest rate for loan itself is fixed for the life of the loan. The average interest rate over the life of the loan as memorialized on Schedule KLG-4 is 3.11%.

Prepared by: Karen Giebink and Stephen Maceroni

Comm. 1-3: Referring to Schedule KLG-4, NBC used market interest rates as of September 19, 2024:

- a. Given the results of the recent presidential election and given that the Federal Reserve reduced interest rates by 25 basis points on November 7th, should the interested rates used in NBC's debt filing be re-evaluated for this filing?
- b. If yes, please provide updated interest rates and basis for the revised rates for this filing.
- c. If no, why not?
- d. Given that NBC plans to close the borrowing in March 2025, and the interest rate will be finalized at closing, will Debt Service in the rate case be adjusted to reflect the interest rate at closing.

Response:

- a. No.
- b. N/A.
- c. The municipal bond market is not directly tied to the federal funds rate. The recent federal funds rate cut had a more significant impact on short-term rates, and the municipal market has already incorporated anticipated rate cuts into longer maturities, which has resulted in a steeper yield curve (higher interest rates for longer maturities). Since September 19, 2024, tax-exempt municipal rates have increased by 18 to 39 basis points across the yield curve. Rates remain within the .50% increase included in the September 19, 2024, debt service schedule and is discussed in more detail in response to part d.
- d. A Commission rate increase approved, but subject to a future reduction, is problematic in that it would create uncertainty. It would require explanation to rating agencies and investors and may increase future borrowing costs. In addition, NBC will need to issue additional debt in FY 2026 and any excess capacity will be used to offset future rate increases to support the new borrowings. All revenue for debt service and debt service coverage is restricted and additional coverage would be used for NBC's capital program.

Prepared by: Karen Giebink and Stephen Maceroni

Comm. 1-4: In his testimony, on page 3, Mr. Maceroni discusses a “cushion”.

- a. Please provide a definition of cushion as it's used in this context.
- b. What is the purpose of a cushion?
- c. Who benefits if a cushion is used when determining the interest rate?

Response:

- a. The effective interest rate of a loan through the RIIB is traditionally 33% less than the rate NBC would receive through independent issuance or the “market rate.” The market rate is determined on the pricing date and is based on transactions for similar credits on that date as determined by RIIB. As a result, the effective interest rate is not known until the date of the pricing. It's common when preparing debt service schedules for modeling or budgeting purposes, especially in volatile markets, to increase the rate assumption to protect against a rise in interest rates which could lead to a shortfall in debt service coverage. In this context, a cushion refers to the assumption that the market rate at the time of pricing may be 50 basis points higher than the market rate as of September 19, 2024.
- b. As noted in the response above, the inclusion of a cushion will help to ensure that NBC can close the transaction if the market rates increase between September 19, 2024, and the closing in March 2025.
- c. NBC and its ratepayers will benefit if a cushion is used both when the Commission approves the revenue requirement for debt service because the transaction can proceed if interest rates increase between the time of the Order and when the bonds are issued. This will ensure that NBC has the funding required to meet its contractual commitments and comply with its Consent Agreement.

Additional borrowings are required to finance NBC's Capital Improvement Program. If the actual debt service for this borrowing is less than the allowance approved by the Commission based on the interest rate with the cushion, this can be taken into account in NBC's next debt compliance rate filing. Further, any and all revenue approved for debt service and debt service coverage is restricted. Lastly, NBC and its ratepayers can be expected to benefit from a higher coverage ratio, which is viewed by rating agencies and investors as a credit strength, and ultimately reduces the cost of borrowing.

Prepared by: Karen Giebink and Stephen Maceroni

Comm. 1-5: Schedule KLG-4 includes the following information:

"Market Rates as of September 19, 2024 **+.50%** - Includes .30% RIIB Fee" (highlights added).

Mr. Macceroni on page 3 of his testimony, states in part "The subsidized Interest rates, including a **.25%** cushion, as of September 19, 2024....The all-in cost is estimated to be 3.11%, including the **.30%** RIIB administration fee..."(highlights added).

Is it correct that KLG-4 assumes a 0.50% interest rate adder while Mr. Maceroni's testimony includes a 0.55% interest rate adder (0.25% + 0.30%)? Please explain.

Response: Ms. Giebink and Mr. Maceroni are referring to the same schedule; however, there was an error on page 3 of Mr. Maceroni's testimony. His testimony on page 3, lines 4-5 should read that "The subsidized interest rates including a **.50%** cushion, as of September 19, 2024..." The 30 basis points for the RIIB service fee is added to the interest rate. In other words, the projected bond debt service is based on the market rates as of September 19, 2024, plus 50 basis points reduced by 33% to reflect the subsidy. The RIIB fee of 30 basis points is added to that rate.

Prepared by: Karen Giebink and Stephen Maceroni

Comm. 1-6: On page 3, line 6 of his testimony, Mr. Maceroni refers to Exhibit SM-1. Is the table on page 2 of his testimony intended to be SM-1? If no, please indicate where SM-1 is located in the filing (or provide a copy if it was omitted).

Response: Exhibit SM-1 was inadvertently omitted and is the same schedule as Exhibit KLG-4. A copy is attached to this response for reference.

Prepared by: Stephen Maceroni

Bond Debt Service
Proposed RIIB SRF Loan
Narragansett Bay Commission
Dated March 20, 2025
Market Rates as of September 19, 2024 +.50% - Includes .30% RIIB Fee

| <i>Period Ending</i> | <i>Principal</i> | <i>Coupon</i> | <i>Interest</i> | <i>Debt Service</i> | <i>Bond Balance</i> | <i>Total Bond Value</i> | <i>Principal</i> |
|----------------------|--------------------|---------------|-------------------|---------------------|---------------------|-------------------------|------------------|
| 6/30/2025 | | | | - | 100,000,000 | 100,000,000 | |
| 6/30/2026 | 2,365,000 | 2.3234% | 2,698,844 | 5,063,844 | 97,635,000 | 97,635,000 | 2,365,000 |
| 6/30/2027 | 2,265,000 | 2.2966% | 2,797,267 | 5,062,267 | 95,370,000 | 95,370,000 | 2,265,000 |
| 6/30/2028 | 2,315,000 | 2.3100% | 2,744,520 | 5,059,520 | 93,055,000 | 93,055,000 | 2,315,000 |
| 6/30/2029 | 2,370,000 | 2.3234% | 2,690,249 | 5,060,249 | 90,685,000 | 90,685,000 | 2,370,000 |
| 6/30/2030 | 2,425,000 | 2.3435% | 2,634,302 | 5,059,302 | 88,260,000 | 88,260,000 | 2,425,000 |
| 6/30/2031 | 2,485,000 | 2.3837% | 2,576,270 | 5,061,270 | 85,775,000 | 85,775,000 | 2,485,000 |
| 6/30/2032 | 2,545,000 | 2.4440% | 2,515,552 | 5,060,552 | 83,230,000 | 83,230,000 | 2,545,000 |
| 6/30/2033 | 2,610,000 | 2.4708% | 2,452,209 | 5,062,209 | 80,620,000 | 80,620,000 | 2,610,000 |
| 6/30/2034 | 2,675,000 | 2.5043% | 2,386,470 | 5,061,470 | 77,945,000 | 77,945,000 | 2,675,000 |
| 6/30/2035 | 2,745,000 | 2.5579% | 2,317,867 | 5,062,867 | 75,200,000 | 75,200,000 | 2,745,000 |
| 6/30/2036 | 2,815,000 | 2.5847% | 2,246,381 | 5,061,381 | 72,385,000 | 72,385,000 | 2,815,000 |
| 6/30/2037 | 2,890,000 | 2.6249% | 2,172,071 | 5,062,071 | 69,495,000 | 69,495,000 | 2,890,000 |
| 6/30/2038 | 2,965,000 | 2.6651% | 2,094,631 | 5,059,631 | 66,530,000 | 66,530,000 | 2,965,000 |
| 6/30/2039 | 3,050,000 | 2.6919% | 2,014,070 | 5,064,070 | 63,480,000 | 63,480,000 | 3,050,000 |
| 6/30/2040 | 3,130,000 | 2.7388% | 1,930,156 | 5,060,156 | 60,350,000 | 60,350,000 | 3,130,000 |
| 6/30/2041 | 3,220,000 | 2.8326% | 1,841,689 | 5,061,689 | 57,130,000 | 57,130,000 | 3,220,000 |
| 6/30/2042 | 3,315,000 | 2.9063% | 1,747,912 | 5,062,912 | 53,815,000 | 53,815,000 | 3,315,000 |
| 6/30/2043 | 3,410,000 | 2.9599% | 1,649,274 | 5,059,274 | 50,405,000 | 50,405,000 | 3,410,000 |
| 6/30/2044 | 3,515,000 | 3.0001% | 1,546,081 | 5,061,081 | 46,890,000 | 46,890,000 | 3,515,000 |
| 6/30/2045 | 3,625,000 | 3.0470% | 1,438,127 | 5,063,127 | 43,265,000 | 43,265,000 | 3,625,000 |
| 6/30/2046 | 3,735,000 | 3.0805% | 1,325,372 | 5,060,372 | 39,530,000 | 39,530,000 | 3,735,000 |
| 6/30/2047 | 3,855,000 | 3.1073% | 1,207,950 | 5,062,950 | 35,675,000 | 35,675,000 | 3,855,000 |
| 6/30/2048 | 3,975,000 | 3.1475% | 1,085,501 | 5,060,501 | 31,700,000 | 31,700,000 | 3,975,000 |
| 6/30/2049 | 4,105,000 | 3.1676% | 957,929 | 5,062,929 | 27,595,000 | 27,595,000 | 4,105,000 |
| 6/30/2050 | 4,235,000 | 3.1877% | 825,415 | 5,060,415 | 23,360,000 | 23,360,000 | 4,235,000 |
| 6/30/2051 | 4,375,000 | 3.2279% | 687,305 | 5,062,305 | 18,985,000 | 18,985,000 | 4,375,000 |
| 6/30/2052 | 4,520,000 | 3.2346% | 543,592 | 5,063,592 | 14,465,000 | 14,465,000 | 4,520,000 |
| 6/30/2053 | 4,665,000 | 3.2480% | 394,731 | 5,059,731 | 9,800,000 | 9,800,000 | 4,665,000 |
| 6/30/2054 | 4,820,000 | 3.2480% | 240,695 | 5,060,695 | 4,980,000 | 4,980,000 | 4,820,000 |
| 6/30/2055 | 4,980,000 | 3.2614% | 81,209 | 5,061,209 | | | 4,980,000 |
| | 100,000,000 | | 51,843,642 | 151,843,642 | | | |

Comm. 1-7: Following the \$100 million borrowing that is the subject of this filing, what are the anticipated dates and amounts of borrowings over the next 5 years.

Response: The financial model prepared as part of the FY 2025 budget process indicates new debt issuance of \$343 million over FY 2025 through FY 2030. In addition to the \$100 million borrowing in March 2025, NBC currently plans to borrow \$100 million through RIIB in January 2026. This is contingent on a number of factors such as RIIB capacity constraints, opportunities to use less expensive funding options, higher project cost increases to comply with Build American Buy American Act (BABAA) requirements, project eligibility, changes in cash flows or interest rates, and new projects. In addition, NBC is planning for a biosolids management solution and may face new RIPDES permit requirements which may require significant infrastructure investments and increase NBC's funding requirements. The timing and amounts of the remaining borrowings will be determined by NBC in the future.

Prepared by: Karen Giebink and Dave Bowen

Comm. 1-8: Please provide a list of each capital project that NBC has started or plans to start through 2030. For each, please provide the cost and what portion of the cost will be funded via direct borrowing or via the Debt Service Reserve.

Response: Please see the attached based on updated cash draws and note Debt Service Reserve referred to in the question is the debt service *coverage* component of the "pay-go" capital.

Prepared by: Karen Giebink

Narragansett Bay Commission
FY 2025 - 2030 Projected CIP

| Project Number | Project Name | 2025(1) | 2026 | 2027 | 2028 | 2029 | 2030 | Grand Total | Pay-go | Bond Funded |
|----------------|---|------------|------------|------------|------------|-----------|------------|-------------|------------|-------------|
| 20700D | Long-Range Biosolids Disposal | \$ 477,600 | \$ 79,000 | \$ - | \$ - | \$ - | \$ - | \$ 556,600 | \$ 556,600 | \$ - |
| 20701D | Biosolids Management Upgrades | 4,307,366 | 1,736,600 | 885,200 | - | - | - | 6,929,166 | - | 6,929,166 |
| 20701C | Biosolids Management Upgrades | - | - | 814,600 | 8,588,100 | 8,378,300 | 3,636,500 | 21,417,500 | - | 21,417,500 |
| 20801D | Data Communications Upgrades and WWTF Network Improvements | 507,400 | 967,200 | 241,800 | - | - | - | 1,716,400 | 1,716,400 | - |
| 20801C | Data Communications Upgrades and WWTF Network Improvements | - | 2,335,800 | 2,190,400 | 5,528,400 | 5,528,400 | 1,382,100 | 16,965,100 | 16,965,100 | - |
| 20900D | FPWWTF Wet Weather Clarifier Facility Improvements | 412,360 | 260,000 | - | - | - | - | 672,360 | 412,360 | 260,000 |
| 20900C | FPWWTF Wet Weather Clarifier Facility Improvements | - | 50,000 | 1,413,900 | 1,320,800 | 1,976,900 | - | 4,761,600 | - | 4,761,600 |
| 81701C | BPWWTF Service Building Demolition | - | 2,806,500 | 27,500 | - | - | - | 2,834,000 | 2,834,000 | - |
| 81800C | BPWWTF Sludge Digestion Facility Improvements | 9,591,051 | 2,486,000 | - | - | - | - | 12,077,051 | - | 12,077,051 |
| 91000C | Office and Building Improvements | 857,900 | 1,237,000 | - | - | - | - | 2,094,900 | 2,094,900 | - |
| 81000C | BPWWTF UV Disinfection Improvements | 10,021,627 | 8,657,137 | 210,857 | - | - | - | 18,889,620 | - | 18,889,620 |
| 81600D | BPWWTF Improvements | 725,809 | 263,900 | - | - | - | - | 989,709 | - | 989,709 |
| 81600C | BPWWTF Improvements | - | 288,400 | 2,504,500 | 3,256,300 | 244,900 | - | 6,294,100 | - | 6,294,100 |
| 20300D | FPWWTF Improvements | 1,478,230 | 1,508,400 | 125,700 | - | - | - | 3,112,330 | - | 3,112,330 |
| 20300C | FPWWTF Improvements | 337,600 | 3,944,700 | 8,361,700 | 6,263,900 | 9,327,200 | 2,449,600 | 30,684,700 | - | 30,684,700 |
| 20400D | FPWWTF Ernest Street Pump Station Improvements | 1,744,537 | 877,000 | 395,600 | - | - | - | 3,017,137 | - | 3,017,137 |
| 20400C | FPWWTF Ernest Street Pump Station Improvements | 4,650,677 | 4,953,200 | 7,807,700 | 7,621,400 | 363,700 | - | 25,396,677 | - | 25,396,677 |
| 20500D | FPWWTF Maintenance and Storage Buildings | 1,054,904 | 1,028,500 | - | - | - | - | 2,083,404 | - | 2,083,404 |
| 20500C | FPWWTF Maintenance and Storage Buildings | 271,297 | - | 84,000 | 16,784,400 | 8,830,300 | - | 25,969,997 | - | 25,969,997 |
| 20600C | NBC Solar Carport | 39,200 | 1,167,600 | 569,700 | - | - | - | 1,776,500 | - | 1,776,500 |
| 40101D | FPWWTF Electrical Improvements | 361,100 | 739,500 | - | - | - | - | 1,100,600 | - | 1,100,600 |
| 40101C | FPWWTF Electrical Improvements | - | 552,300 | 2,155,600 | 1,763,600 | 5,752,100 | 375,600 | 10,599,200 | - | 10,599,200 |
| 71000D | Lincoln Septage Receiving Station Replacement | 1,055,794 | 75,621 | - | - | - | - | 1,131,415 | - | 1,131,415 |
| 71000C | Lincoln Septage Receiving Station Replacement | 483,600 | 3,924,500 | 2,991,000 | - | - | - | 7,399,100 | - | 7,399,100 |
| 1140600 | RIPDES Compliance Improvements - PFAS | 322,643 | 407,000 | 227,500 | - | - | - | 957,143 | 957,143 | - |
| 1140900 | Water Quality Model Validation and Enhancement | 57,600 | 32,800 | 33,900 | 39,000 | - | - | 163,300 | 163,300 | - |
| 30700D | NBC System-wide Facilities Planning | 1,500 | 578,800 | 538,200 | - | - | - | 1,118,500 | 1,118,500 | - |
| 40200D | NBC System-wide Inflow Reduction | - | 63,700 | 521,100 | 143,400 | - | - | 728,200 | 728,200 | - |
| 40200C | NBC System-wide Inflow Reduction | - | - | - | 55,600 | 551,700 | 354,100 | 961,400 | 961,400 | - |
| 40300P | Municipal Lateral Sewer Acquisition Impact | - | 130,900 | 422,300 | 92,000 | - | - | 645,200 | - | 645,200 |
| 40550C | RIPDES Flow Monitoring System Implementation | 1,641,000 | 218,800 | - | - | - | - | 1,859,800 | 1,859,800 | - |
| 40600D | Asset Management Program Support Services | 1,113,205 | 1,015,400 | 3,500 | - | - | - | 2,132,105 | 2,132,105 | - |
| 40700C | Enterprise Resource Planning (ERP) System Replacement | - | 571,200 | 285,600 | - | - | - | 856,800 | 856,800 | - |
| 30800D | CSO Phase III A Facilities - Design and Construction Program Management | 2,514,345 | 1,908,200 | 1,419,700 | 1,045,100 | 367,100 | 209,300 | 7,463,745 | - | 7,463,745 |
| 30800C | CSO Phase III A Facilities - Design and Construction Program Management | 5,293,507 | 5,190,000 | 4,430,000 | 3,425,000 | - | - | 18,338,507 | 3,930,000 | 14,408,507 |
| 30801C | CSO Phase III A Facilities - Pawtucket Tunnel and Pump Station Shaft | 28,179,890 | 14,458,859 | 16,332,230 | - | - | - | 58,970,978 | 9,608,277 | 49,362,701 |
| 30802C | CSO Phase III A Facilities - Tunnel Pump Station Fit-out | 59,230,276 | 65,784,800 | 20,922,400 | 998,100 | - | - | 146,935,576 | - | 146,935,576 |
| 30803C | CSO Phase III A Facilities - OF 205 | 3,883,171 | 206,000 | - | - | - | - | 4,089,171 | 188,500 | 3,900,671 |
| 30804C | CSO Phase III A Facilities - OF 210, 213, 214 | 7,684,300 | 23,952,600 | 24,468,800 | 1,300,500 | - | - | 57,406,200 | - | 57,406,200 |
| 30810C | CSO Phase III A Facilities - BPWWTF Clarifiers and Flow Splitters | 18,188,834 | 21,986,353 | 555,882 | - | - | - | 40,731,069 | - | 40,731,069 |
| 30830C | CSO Phase III B Facilities | - | - | - | - | 6,424,000 | 21,694,400 | 28,118,400 | - | 28,118,400 |
| 12400D | Interceptor Maintenance Building | - | - | - | - | - | 491,614 | 491,614 | - | 491,614 |
| 30500D | NBC Interceptor Easements Restoration, Various Locations | 36,400 | 507,900 | 11,500 | - | - | - | 555,800 | 555,800 | - |
| 30500C | NBC Interceptor Easements Restoration, Various Locations | - | - | 503,200 | 519,400 | - | - | 1,022,600 | 1,022,600 | - |
| 30610C | NBC System-wide Regulator Modifications | 1,266,300 | 399,100 | - | - | - | - | 1,665,400 | - | 1,665,400 |
| 70900D | Omega Pump Station Improvements | 286,501 | 639,800 | - | - | - | - | 926,301 | 286,501 | 639,800 |
| 70900C | Omega Pump Station Improvements | - | 247,200 | 1,995,100 | 5,050,100 | 744,400 | - | 8,036,800 | - | 8,036,800 |
| 72000D | Reservoir Avenue Pump Station Improvements | 944,436 | 691,200 | - | - | - | - | 1,635,636 | 944,436 | 691,200 |
| 72000C | Reservoir Avenue Pump Station Improvements | - | 37,000 | 1,499,400 | 5,338,700 | 804,300 | - | 7,679,400 | - | 7,679,400 |

**Narragansett Bay Commission
FY 2025 - 2030 Projected CIP**

| Project Number | Project Name | 2025(1) | 2026 | 2027 | 2028 | 2029 | 2030 | Grand Total | Pay-go | Bond Funded |
|----------------|---|-----------------------|-----------------------|-----------------------|----------------------|----------------------|----------------------|-----------------------|----------------------|-----------------------|
| 73000D | Saylesville Pump Station Improvements | 967,100 | 691,200 | - | - | - | - | 1,658,300 | 967,100 | 691,200 |
| 73000C | Saylesville Pump Station Improvements | - | 37,000 | 1,499,400 | 5,338,700 | 804,300 | - | 7,679,400 | 7,679,400 | - |
| 30315C | Woonasquatucket CSO OF 046 Improvements | - | 297,000 | 1,190,000 | 2,387,100 | - | - | 3,874,100 | 3,874,100 | - |
| 30421C | Louisquisset Pike Interceptor Improvements | - | - | - | - | - | 2,867,500 | 2,867,500 | - | 2,867,500 |
| 30468C | Improvements to Interceptors FY 2022 | 484,283 | 171,600 | - | - | - | - | 655,883 | 655,883 | - |
| 30400M | Interceptor Inspection and Cleaning Projects | - | 500,000 | 500,000 | 500,000 | 500,000 | 500,000 | 2,500,000 | 2,500,000 | - |
| 30400C | Interceptor Restoration and Construction | 1,014,200 | 1,031,400 | 310,000 | - | 1,500,000 | - | 3,855,600 | 3,855,600 | - |
| 24000P | NBC Facility Electrical Improvements | 443,500 | - | - | - | - | - | 443,500 | 443,500 | - |
| 81701D | BPWWTF Service Building Demolition | 401,000 | - | - | - | - | - | 401,000 | 401,000 | - |
| 81800D | BPWWTF Sludge Digestion Facility Improvements | 273,048 | - | - | - | - | - | 273,048 | - | 273,048 |
| 40700D | Enterprise Resource Planning (ERP) System Replacement | 51,600 | - | - | - | - | - | 51,600 | 51,600 | - |
| 30610D | NBC System-wide Regulator Modifications | 286,344 | - | - | - | - | - | 286,344 | - | 286,344 |
| 30481M | Completion of Baseline Siphon Inspections and Cleanings | 301,336 | - | - | - | - | - | 301,336 | 301,336 | - |
| 30482M | Interceptor Inspection and Cleaning | 618,000 | - | - | - | - | - | 618,000 | 618,000 | - |
| Total | | \$ 173,862,372 | \$ 181,694,670 | \$ 108,449,468 | \$ 77,359,600 | \$ 52,097,600 | \$ 33,960,714 | \$ 627,424,424 | \$ 71,240,242 | \$ 556,184,183 |

(1) FY 2025 includes August through June only.

Comm. 1-9: Please state the approvals needed from the Commission and please provide suggested language to be included in the Commission's Order that would allow NBC to complete the borrowing in March 2025.

Response: The suggested Order language is as follows:

ORDERED:

1. The Narragansett Bay Commission's rate application of October 2, 2024, is hereby approved as filed for effect July 1, 2025.
2. Tariff rates will be increased by 3.53%, to generate additional revenues of \$3,976,244, for a total revenue requirement of \$119,684,956.
3. The Narragansett Bay Commission shall comply with all other findings and instructions in this Report and Order.

Prepared by: Karen Giebink

CERTIFICATION

I hereby certify that on November 18, 2024, I sent a copy of the within to all parties set forth on the attached Service List by electronic mail and copies to Stephanie De La Rosa, Commission Clerk, by electronic mail and regular mail.

| Parties/Address | E-mail Distribution | Phone |
|--|--|--------------|
| Narragansett Bay Commission Joseph A. Keough, Jr., Esq. Keough & Sweeney 41 Mendon Ave. Pawtucket, RI 02861 | ikeoughjr@keoughsweeney.com ; | 401-724-3600 |
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DOCKET NO. 24-40-WW
The Narragansett Bay Commission's Response
To the Rhode Island Public Utilities Commission's
Data Requests
Set 1

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|--|--|--------------|
| File an original & 9 copies w/ PUC: Stephanie De La Rosa, Commission Clerk Public Utilities Commission 89 Jefferson Blvd. Warwick, RI 02888 | stephanie.delarosa@puc.ri.gov ; | 401-780-2107 |
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