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\*ADMITTED TO PRACTICE IN  
RHODE ISLAND & MASSACHUSETTS

July 14, 2009

Ms. Luly Massaro, Clerk  
Public Utilities Commission  
89 Jefferson Boulevard  
Warwick, RI 02888

***RE: City of Newport, Utilities Department, Water Department – Docket 3818***

Dear Ms. Massaro:

Enclosed herewith please find an original and 9 copies of Newport Water's compliance filing in the above captioned docket. These documents are being submitted pursuant to Rule 2.1 of the Rhode Island Public Utilities Commission's Rules of Practice and Procedure. An electronic copy of this filing has been provided to the service list.

Thank you for your attention to this matter.

Sincerely,

Joseph A. Keough, Jr.

JAK/kf  
Enclosures

**City of Newport, Rhode Island**  
**Rhode Island Public Utilities Commission Rate Filing Docket # 4025**  
**Exhibits for the Rebuttal Testimony of Harold J. Smith**



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**Raftelis Financial Consultants, Inc.**

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**Charlotte, NC 28203**  
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**Fax (704) 373-1113**  
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<u>Account</u>	<u>Docket # 3818</u>	<u>FY 2008 Test Year (1)</u>	<u>Test Year Normalizing Adjustments</u>	<u>Normalized Test Year</u>	<u>Rate Year Adjustment</u>	<u>FY 2010 Rate Year (2)</u>
<b>Operating Revenue Requirements</b>						
Administration	\$ 1,589,812	\$ 1,606,358	\$ 105,885	\$ 1,712,242	\$ 418,059	\$ 2,130,301
Customer Service	\$ 638,982	\$ 502,249	\$ 138,905	\$ 641,178	\$ 75,742	\$ 716,920
Source of Supply - Island	\$ 567,828	\$ 484,797	\$ 62,753	\$ 547,551	\$ (656)	\$ 546,896
Source of Supply - Mainland	\$ 103,040	\$ 105,725	\$ 1,994	\$ 107,719	\$ 35,581	\$ 143,300
Treatment - Newport Plant (Station One)	\$ 1,427,272	\$ 1,369,315	\$ 78,365	\$ 1,447,680	\$ 258,220	\$ 1,705,900
Treatment - Lawton Valley	\$ 1,237,734	\$ 1,058,872	\$ 127,716	\$ 1,186,587	\$ 415,163	\$ 1,601,750
Water Laboratory	\$ 220,400	\$ 196,363	\$ 4,507	\$ 200,870	\$ 47,980	\$ 248,850
Transmission & Distribution Maintenance	\$ 936,541	\$ 741,996	\$ 217,398	\$ 959,394	\$ 59,302	\$ 1,018,696
Fire Protection	\$ 14,000	\$ 11,310	\$ 2,690	\$ 14,000	\$ 500	\$ 14,500
<b>Total Operating Requirements</b>	\$ 6,735,609	\$ 6,076,985	\$ 740,214	\$ 6,817,221	\$ 1,309,891	\$ 8,127,112
<b>Capital Revenue Requirements</b>						
Contribution to Debt Service Account (3)	\$ 980,000	\$ 980,000	\$ 250,000	\$ 1,230,000	\$ 780,823	\$ 2,010,823
Contribution to Repayment to City Account (4)	\$ 250,000	\$ 250,000	\$ (250,000)	\$ -	\$ -	\$ -
Contribution to Capital Spending Account (3)	\$ 1,297,182	\$ 1,297,182	\$ 1,297,182	\$ 1,297,182	\$ (150,264)	\$ 1,146,918
<b>Total Capital Requirements</b>	\$ 2,527,182	\$ 2,527,182	\$ 1,297,182	\$ 2,527,182	\$ 630,559	\$ 3,157,741
SumCheck(0)						
Subtotal Revenue Requirements	\$ 9,262,791	\$ 8,604,167	\$ 2,037,396	\$ 9,344,403	\$ 1,940,450	\$ 11,284,853
Additional Rev Requirements (Operating Revenue) (5)	\$ 138,942	\$ 138,942		\$ 140,166	\$ 103,647	\$ 243,813
<b>Revenue Requirements before Offsets</b>	\$ 9,401,733	\$ 8,743,109	\$ 2,037,396	\$ 9,484,569	\$ 2,044,097	\$ 11,528,666
Less: Revenue Offsets (6)	\$ (443,076)	\$ (540,376)	\$ -	\$ (540,376)	\$ (200,002)	\$ (740,378)
<b>Net Revenue Requirements</b>	\$ 8,958,657	\$ 8,202,733	\$ 2,037,396	\$ 8,944,193	\$ 1,844,095	\$ 10,788,288
Checksum	0	0	0	0	0	0

- (1) Test Year covers the period from July 1, 2007 to June 30, 2008.
- (2) Rate Year is the period beginning July 1, 2009 and ending June 30, 2010.
- (3) Funding of Debt Service and Capital Spending accounts based on projected spending on debt service and rate funding of capital projects for FY 2010
- (4) This contribution is related to the \$2.5 million that was to be paid back to the General Fund over a period of 5 years where each annual contribution of \$250,000 is to be funded through rates. The last payment was made to the City in FY 08 and no funding is requested in the Rate Year.
- (5) Used to fund operating reserve. Rate year amount equal to 3% of O&M expenses.
- (6) See RFC Schedule 6 "Offsets To Revenue Requirements" for further detail.

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<b>Operating Revenue Requirements</b>							
<u>Budget Line Item</u>							
50 520	Accrued Benefits Buy-Out	\$ 70,000	\$ 104,103	\$ -	\$ 104,103	\$ 70,897	\$ 175,000
50 005	Permanent - Part Time	\$ 5,200	\$ 5,200	\$ -	\$ 5,200	\$ 7,800	\$ 13,000
50 001	Salaries & Wages	\$ 2,093,011	\$ 1,930,192	\$ 174,731	\$ 2,104,923	\$ 188,577	\$ 2,293,500
50 002	Overtime	\$ 179,000	\$ 177,664	\$ 15,198	\$ 192,862	\$ 13,556	\$ 206,418
50 003	Holiday Pay	\$ 36,000	\$ 31,925	\$ 4,075	\$ 36,000	\$ 3,100	\$ 39,100
50 004	Temp Salaries	\$ 50,000	\$ 26,465	\$ 26,255	\$ 52,720	\$ 5,380	\$ 58,100
50 044	Standby Salaries	\$ 9,641	\$ 12,400	\$ -	\$ 12,400	\$ 100	\$ 12,500
50 056	Injury Pay	\$ 1,200	\$ 1,283	\$ (1,283)	\$ -	\$ -	\$ -
50 100	Employee Benefits	\$ 1,090,200	\$ 898,703	\$ 139,156	\$ 1,037,859	\$ 147,632	\$ 1,185,491
50 103	Retiree Insurance Coverage	\$ 210,000	\$ 234,929	\$ -	\$ 234,929	\$ 112,271	\$ 347,200
50 105	Workers Compensation Insurance	\$ 76,000	\$ 87,455	\$ -	\$ 87,455	\$ 26,545	\$ 114,000
50 205	Copy & Binding	\$ 1,000	\$ 626	\$ 374	\$ 1,000	\$ -	\$ 1,000
50 207	Advertisement	\$ 1,500	\$ 1,110	\$ 390	\$ 1,500	\$ 7,500	\$ 9,000
50 210	Dues & Subscriptions	\$ 2,500	\$ 1,610	\$ 890	\$ 2,500	\$ -	\$ 2,500
50 212	Conferences and Training	\$ 20,500	\$ 4,830	\$ 15,670	\$ 20,500	\$ -	\$ 20,500
50 214	Tuition Reimbursement	\$ 2,000	\$ 540	\$ 1,460	\$ 2,000	\$ -	\$ 2,000
50 220	Consultant Fees	\$ 140,000	\$ 105,354	\$ 62,646	\$ 168,000	\$ 33,500	\$ 201,500
50 225	Contract Services (Support Services)	\$ 40,333	\$ 20,168	\$ 13,332	\$ 33,522	\$ (22)	\$ 33,500
50 238	Postage & Delivery	\$ 30,667	\$ 28,294	\$ 358	\$ 28,652	\$ 6,648	\$ 35,300
50 239	Fire & Liability Insurance	\$ 93,725	\$ 99,221	\$ -	\$ 99,221	\$ 15,479	\$ 114,700
50 251	Telephone & Communication	\$ 10,200	\$ 4,389	\$ -	\$ 4,389	\$ 3,911	\$ 8,300
50 305	Water/Sewer	\$ 275,768	\$ 224,364	\$ 83,139	\$ 307,502	\$ 119,548	\$ 427,050
50 306	Contribution to Electricity Restricted Account	\$ 423,903	\$ 402,663	\$ -	\$ 402,663	\$ 179,737	\$ 582,400
50 307	Natural Gas	\$ 72,700	\$ 53,681	\$ -	\$ 53,681	\$ 6,519	\$ 60,200
50 260	Heavy Equipment Rental	\$ 14,660	\$ 1,367	\$ 9,033	\$ 10,400	\$ -	\$ 10,400
50 308	Property Taxes	\$ 180,000	\$ 175,827	\$ -	\$ 175,827	\$ 53,173	\$ 229,000
50 266	Legal & Administrative	\$ 219,177	\$ 219,177	\$ -	\$ 219,177	\$ 82,223	\$ 301,400
50 267	Data Processing	\$ 156,368	\$ 156,368	\$ -	\$ 156,368	\$ (19,368)	\$ 137,000
50 268	Mileage Reimbursement	\$ 1,500	\$ 953	\$ 547	\$ 1,500	\$ 500	\$ 2,000
50 271	Gas/Vehicle Maintenance	\$ 117,796	\$ 181,368	\$ -	\$ 181,369	\$ 19,164	\$ 200,533
50 275	Repair & Maint - Equipment	\$ 183,000	\$ 101,462	\$ 72,938	\$ 174,400	\$ 11,300	\$ 185,700
50 277	Reservoir Maintenance	\$ 31,000	\$ 16,591	\$ 14,409	\$ 31,000	\$ -	\$ 31,000
50 280	Regulatory Expense	\$ 10,000	\$ 7,414	\$ -	\$ 7,414	\$ 2,586	\$ 10,000
50 281	Regulatory Assessment	\$ 77,000	\$ 74,686	\$ -	\$ 74,686	\$ 8,584	\$ 83,270
50 276	Repairs/Main Maintenance	\$ 79,000	\$ 58,239	\$ 20,761	\$ 79,000	\$ 5,800	\$ 84,800
50 296	Service Maintenance	\$ 33,500	\$ 17,490	\$ 16,010	\$ 33,500	\$ -	\$ 33,500
50 299	Meter Maintenance	\$ 11,000	\$ 9,483	\$ 1,517	\$ 11,000	\$ -	\$ 11,000
50 311	Operating Supplies	\$ 75,500	\$ 54,653	\$ 15,925	\$ 70,578	\$ 3,472	\$ 74,050
50 320	Uniforms & Protective Gear	\$ 5,600	\$ 2,997	\$ 2,602	\$ 5,600	\$ -	\$ 5,600
50 335	Contribution to Chemical Restricted Account	\$ 504,200	\$ 490,165	\$ -	\$ 490,165	\$ 178,835	\$ 669,000
50 339	Laboratory Supplies	\$ 16,000	\$ 14,032	\$ 1,968	\$ 16,000	\$ 2,500	\$ 18,500
50 361	Office Supplies	\$ 30,000	\$ 14,119	\$ 15,881	\$ 30,000	\$ -	\$ 30,000
50 380	Customer Service Supplies	\$ 5,000	\$ 5,250	\$ -	\$ 5,250	\$ 9,750	\$ 15,000
50 505	Self Insurance	\$ 10,000	\$ -	\$ 10,000	\$ 10,000	\$ -	\$ 10,000
50 515	Unemployment Claims	\$ 12,000	\$ -	\$ 12,000	\$ 12,000	\$ -	\$ 12,000
50 175	Annual Leave Buy-back	\$ 28,260	\$ 18,175	\$ 10,232	\$ 28,406	\$ 2,694	\$ 31,100
<b>Total Operating Requirements</b>		<b>\$ 6,735,609</b>	<b>\$ 6,076,985</b>	<b>\$ 740,214</b>	<b>\$ 6,817,221</b>	<b>\$ 1,309,891</b>	<b>\$ 8,127,112</b>
<b>Contribution to Capital Restricted Accounts</b>							
DSA	Debt Service Account	\$ 980,000	\$ 980,000	\$ 250,000	\$ 1,230,000	\$ 780,823	\$ 2,010,823
RCA	Repayment to City Account	\$ 250,000	\$ 250,000	\$ (250,000)	\$ -	\$ -	\$ -
CRA	Capital Spending Account	\$ 1,297,182	\$ 1,297,182	\$ 1,297,182	\$ 1,297,182	\$ (150,264)	\$ 1,146,918
<b>Total Capital and Debt Service Requirements</b>		<b>\$ 2,527,182</b>	<b>\$ 2,527,182</b>	<b>\$ 1,297,182</b>	<b>\$ 2,527,182</b>	<b>\$ 630,559</b>	<b>\$ 3,157,741</b>
<b>Subtotal Revenue Requirements</b>		<b>\$ 9,262,791</b>	<b>\$ 8,604,167</b>	<b>\$ 2,037,396</b>	<b>\$ 9,344,403</b>	<b>\$ 1,940,450</b>	<b>\$ 11,284,853</b>
Additional Rev. Reqts. (4)		\$ 138,942	\$ 138,942	\$ -	\$ 140,166	\$ 103,647	\$ 243,813
<b>Total Revenue Requirements before Offsets</b>		<b>\$ 9,401,733</b>	<b>\$ 8,743,109</b>	<b>\$ 2,037,396</b>	<b>\$ 9,484,569</b>	<b>\$ 2,044,097</b>	<b>\$ 11,528,666</b>
Less: Revenue Offsets		\$ (443,076)	\$ (540,376)	\$ -	\$ (540,376)	\$ (200,002)	\$ (740,378)
<b>NET REVENUE REQUIREMENTS</b>		<b>\$ 8,958,657</b>	<b>\$ 8,202,733</b>	<b>\$ 2,037,396</b>	<b>\$ 8,944,193</b>	<b>\$ 1,844,095</b>	<b>\$ 10,788,288</b>

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Account Detail

Administration

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<u>Account No. 15-500-2200</u>							
<u>Personnel</u>							
50 001	Salaries & Wages	\$ 214,000	\$ 236,016	\$ -	\$ 236,016	\$ 28,984	\$ 265,000
50 044	Standby Salaries	\$ 9,641	\$ 12,400	\$ -	\$ 12,400	\$ 100	\$ 12,500
50 520	Accrued Benefits Buyout	\$ 70,000	\$ 104,103	\$ -	\$ 104,103	\$ 70,897	\$ 175,000
50 100	Employee Benefits	\$ 88,000	\$ 85,618	\$ -	\$ 85,618	\$ 10,882	\$ 96,500
50 103	Retiree Insurance Coverage	\$ 210,000	\$ 234,929	\$ -	\$ 234,929	\$ 112,271	\$ 347,200
50 105	Workers Compensation Insurance	\$ 76,000	\$ 87,455	\$ -	\$ 87,455	\$ 26,545	\$ 114,000
	Subtotal	\$ 667,641	\$ 760,521	\$ -	\$ 760,521	\$ 249,679	\$ 1,010,200

Other Operating

50 207	Advertisement	\$ 1,500	\$ 1,110	\$ 390	\$ 1,500	\$ 7,500	\$ 9,000
50 210	Dues & Subscriptions	\$ 2,500	\$ 1,610	\$ 890	\$ 2,500	\$ -	\$ 2,500
50 212	Conferences and Training	\$ 2,500	\$ 331	\$ 2,169	\$ 2,500	\$ -	\$ 2,500
50 214	Tuition Reimbursement	\$ 2,000	\$ 540	\$ 1,460	\$ 2,000	\$ -	\$ 2,000
50 220	Consultant Fees	\$ 140,000	\$ 105,354	\$ 62,646	\$ 168,000	\$ 33,500	\$ 201,500
50 238	Postage & Delivery	\$ 1,000	\$ 642	\$ 358	\$ 1,000	\$ -	\$ 1,000
50 239	Fire & Liability Insurance	\$ 80,000	\$ 84,691	\$ -	\$ 84,691	\$ 1,309	\$ 86,000
50 251	Telephone & Communication	\$ 10,200	\$ 4,389	\$ -	\$ 4,389	\$ 3,911	\$ 8,300
50 305	Water/Sewer	\$ 960	\$ 981	\$ -	\$ 981	\$ 69	\$ 1,050
50 306	Contribution to Electricity Restricted Account	\$ 5,700	\$ 6,115	\$ -	\$ 6,115	\$ 1,885	\$ 8,000
50 307	Natural Gas	\$ 8,100	\$ 7,504	\$ -	\$ 7,504	\$ 496	\$ 8,000
50 308	Property Taxes	\$ 180,000	\$ 175,827	\$ -	\$ 175,827	\$ 53,173	\$ 229,000
50 266	Legal & Administrative	\$ 219,177	\$ 219,177	\$ -	\$ 219,177	\$ 82,223	\$ 301,400
50 267	Data Processing	\$ 156,368	\$ 156,368	\$ -	\$ 156,368	\$ (19,368)	\$ 137,000
50 268	Mileage Reimbursement	\$ 1,500	\$ 953	\$ 547	\$ 1,500	\$ 500	\$ 2,000
50 271	Gas/Vehicle Maintenance	\$ 3,506	\$ 7,549	\$ -	\$ 7,549	\$ 932	\$ 8,481
50 275	Repair & Maint - Equipment	\$ 1,200	\$ 1,656	\$ (456)	\$ 1,200	\$ -	\$ 1,200
50 280	Regulatory Expense	\$ 10,000	\$ 7,414	\$ -	\$ 7,414	\$ 2,586	\$ 10,000
50 281	Regulatory Assessment	\$ 42,000	\$ 47,400	\$ -	\$ 47,400	\$ (630)	\$ 46,770
50 361	Office Supplies	\$ 30,000	\$ 14,119	\$ 15,881	\$ 30,000	\$ -	\$ 30,000
50 505	Self Insurance	\$ 10,000	\$ -	\$ 10,000	\$ 10,000	\$ -	\$ 10,000
50 515	Unemployment Claims	\$ 12,000	\$ -	\$ 12,000	\$ 12,000	\$ -	\$ 12,000
50 175	Annual Leave Buy-back	\$ 1,960	\$ 2,106	\$ -	\$ 2,106	\$ 294	\$ 2,400
	Subtotal	\$ 922,171	\$ 845,837	\$ 105,885	\$ 951,721	\$ 168,380	\$ 1,120,101
	Total Administration Operating Requirements	\$ 1,589,812	\$ 1,606,358	\$ 105,885	\$ 1,712,242	\$ 418,059	\$ 2,130,301

Customer Service

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<b>Account No. 15-500-2209</b>							
<u>Personnel</u>							
50 001	Salaries & Wages	\$ 300,500	\$ 253,759	\$ 46,741	\$ 300,500	\$ 25,600	\$ 326,100
50 002	Overtime	\$ 8,000	\$ 4,076	\$ 3,924	\$ 8,000	\$ 13,218	\$ 21,218
50 004	Temp Salaries	\$ 20,000	\$ 2,208	\$ 17,792	\$ 20,000	\$ 2,800	\$ 22,800
50 056	Injury Pay	\$ -	\$ 602	\$ (602)	\$ -	\$ -	\$ -
50 100	Employee Benefits	\$ 164,000	\$ 113,678	\$ 50,322	\$ 164,000	\$ 11,200	\$ 175,200
	Subtotal	\$ 492,500	\$ 374,323	\$ 118,177	\$ 492,500	\$ 52,818	\$ 545,318
<u>Other Operating</u>							
50 205	Copy & Binding	\$ 1,000	\$ 626	\$ 374	\$ 1,000	\$ -	\$ 1,000
50 212	Conferences and Training	\$ 5,000	\$ 1,045	\$ 3,955	\$ 5,000	\$ -	\$ 5,000
50 225	Contract Services (Support Services)	\$ 27,833	\$ 14,743	\$ 6,257	\$ 21,022	\$ (22)	\$ 21,000
50 238	Postage & Delivery	\$ 29,667	\$ 27,652	\$ -	\$ 27,652	\$ 6,648	\$ 34,300
50 271	Gasoline & Vehicle Maintenance	\$ 14,482	\$ 25,254	\$ -	\$ 25,254	\$ 2,598	\$ 27,852
50 275	Repair & Maint - Equipment	\$ 40,000	\$ 38,763	\$ 1,237	\$ 40,000	\$ 1,500	\$ 41,500
50 299	Meter Maintenance	\$ 11,000	\$ 9,483	\$ 1,517	\$ 11,000	\$ -	\$ 11,000
50 311	Operating Supplies	\$ 7,000	\$ 2,383	\$ 4,617	\$ 7,000	\$ 2,000	\$ 9,000
50 320	Uniforms & Protective Gear	\$ 1,000	\$ 584	\$ 416	\$ 1,000	\$ -	\$ 1,000
50 380	Customer Service Supplies	\$ 5,000	\$ 5,250	\$ -	\$ 5,250	\$ 9,750	\$ 15,000
50 175	Annual Leave Buy-back	\$ 4,500	\$ 2,144	\$ 2,356	\$ 4,500	\$ 450	\$ 4,950
	Subtotal	\$ 146,482	\$ 127,926	\$ 20,728	\$ 148,678	\$ 22,924	\$ 171,602
	Total Customer Accounts Operating Requirements	\$ 638,982	\$ 502,249	\$ 138,905	\$ 641,178	\$ 75,742	\$ 716,920
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Source of Supply - Island

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<b>Account No. 15-500-2212</b>							
<u>Personnel</u>							
50 001	Salaries & Wages	\$ 243,756	\$ 216,370	\$ 27,386	\$ 243,756	\$ (26,856)	\$ 216,900
50 002	Overtime	\$ 26,000	\$ 28,055	\$ -	\$ 28,055	\$ 145	\$ 28,200
50 004	Temporary/Seasonal Wages	\$ 10,000	\$ 11,537	\$ (1,537)	\$ 10,000	\$ -	\$ 10,000
50 056	Injury Pay	\$ -	\$ 681	\$ (681)	\$ -	\$ -	\$ -
50 100	Employee Benefits	\$ 144,000	\$ 93,011	\$ 22,080	\$ 115,091	\$ (3,796)	\$ 111,296
50 175	Annual Leave Buyback	\$ 6,000	\$ 3,871	\$ 2,129	\$ 6,000	\$ 300	\$ 6,300
	Subtotal	\$ 429,756	\$ 353,525	\$ 49,377	\$ 402,902	\$ (30,207)	\$ 372,696
<u>Other Operating</u>							
50 306	Contribution to Electricity Restricted Account	\$ 27,200	\$ 25,233	\$ -	\$ 25,233	\$ 8,867	\$ 34,100
50 271	Gas/Vehicle Maintenance	\$ 30,422	\$ 43,446	\$ -	\$ 43,446	\$ 4,854	\$ 48,300
50 275	Repair & Maint - Equipment	\$ 5,000	\$ 2,830	\$ 2,170	\$ 5,000	\$ 3,300	\$ 8,300
50 277	Reservoir Maintenance	\$ 25,000	\$ 14,085	\$ 10,915	\$ 25,000	\$ -	\$ 25,000
50 311	Operating Supplies	\$ 3,500	\$ 3,300	\$ 200	\$ 3,500	\$ 250	\$ 3,750
50 320	Uniforms & Protective Gear	\$ 750	\$ 659	\$ 91	\$ 750	\$ -	\$ 750
50 335	Contribution to Chemical Restricted Account	\$ 46,200	\$ 41,720	\$ -	\$ 41,720	\$ 12,280	\$ 54,000
	Subtotal	\$ 138,072	\$ 131,273	\$ 13,376	\$ 144,649	\$ 29,551	\$ 174,200
	Total Supply-Island Operating Requirements	\$ 567,828	\$ 484,797	\$ 62,753	\$ 547,551	\$ (656)	\$ 546,896
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Source of Supply - Mainland

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<u>Account No. 15-500-2213</u>							
<u>Personnel</u>							
50 002	Overtime	\$ 10,000	\$ 3,758	\$ 4,242	\$ 8,000	\$ (3,500)	\$ 4,500
50 005	Permanent/Part Time	\$ 5,200	\$ 5,200	\$ -	\$ 5,200	\$ 7,800	\$ 13,000
50 004	Temporary/Seasonal Wages	\$ 10,000	\$ 12,720	\$ -	\$ 12,720	\$ 2,580	\$ 15,300
50 100	Employee Benefits	\$ 1,500	\$ 1,603	\$ -	\$ 1,603	\$ 997	\$ 2,600
	Subtotal	\$ 26,700	\$ 23,281	\$ 4,242	\$ 27,523	\$ 7,877	\$ 35,400
<u>Other Operating</u>							
50 306	Contribution to Electricity Restricted Account	\$ 68,040	\$ 68,896	\$ -	\$ 68,896	\$ 23,704	\$ 92,600
50 275	Repair & Maint - Equip	\$ 1,800	\$ 10,554	\$ (5,754)	\$ 4,800	\$ 4,000	\$ 8,800
50 277	Reservoir Maintenance	\$ 6,000	\$ 2,506	\$ 3,494	\$ 6,000	\$ -	\$ 6,000
50 311	Operating Supplies	\$ 500	\$ 488	\$ 12	\$ 500	\$ -	\$ 500
	Subtotal	\$ 76,340	\$ 82,444	\$ (2,248)	\$ 80,196	\$ 27,704	\$ 107,900
Total Source of Supply - Mainland Operating Requirements		\$ 103,040	\$ 105,725	\$ 1,994	\$ 107,719	\$ 35,581	\$ 143,300
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



Treatment - Newport Plant (Station One)

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<u>Account No. 15-500-2222</u>							
<u>Personnel</u>							
50 001	Salaries & Wages	\$ 424,555	\$ 381,325	\$ 43,230	\$ 424,555	\$ 16,945	\$ 441,500
50 002	Overtime	\$ 50,000	\$ 65,941	\$ (14,441)	\$ 51,500	\$ 6,600	\$ 58,100
50 003	Holiday Pay	\$ 18,000	\$ 16,438	\$ 1,562	\$ 18,000	\$ 1,100	\$ 19,100
50 100	Employee Benefits	\$ 222,500	\$ 174,497	\$ 33,484	\$ 207,981	\$ 29,019	\$ 237,000
50 175	Annual Leave Buy Back	\$ 4,500	\$ 4,829	\$ (329)	\$ 4,500	\$ 450	\$ 4,950
	Subtotal	\$ 719,555	\$ 643,030	\$ 63,506	\$ 706,536	\$ 54,114	\$ 760,650
<u>Other Operating</u>							
50 212	Conferences & Training	\$ 5,500	\$ 1,660	\$ 3,840	\$ 5,500	\$ -	\$ 5,500
50 239	Fire & Liability Insurance	\$ 5,500	\$ 5,823	\$ -	\$ 5,823	\$ 6,877	\$ 12,700
50 306	Contribution to Electricity Restricted Account	\$ 178,363	\$ 173,534	\$ -	\$ 173,534	\$ 73,966	\$ 247,500
50 307	Natural Gas	\$ 30,300	\$ 21,750	\$ -	\$ 21,750	\$ 1,550	\$ 23,300
50 260	Heavy Equipment Rental	\$ 1,000	\$ 479	\$ 521	\$ 1,000	\$ -	\$ 1,000
50 305	Water/Sewer	\$ 137,822	\$ 169,535	\$ -	\$ 169,535	\$ 14,465	\$ 184,000
50 271	Gasoline & Vehicle Maintenance	\$ 882	\$ 7,149	\$ -	\$ 7,149	\$ 951	\$ 8,100
50 275	Repair & Maint-Equipment	\$ 35,000	\$ 25,852	\$ 9,148	\$ 35,000	\$ -	\$ 35,000
50 311	Operating Supplies	\$ 26,000	\$ 26,578	\$ -	\$ 26,578	\$ 1,222	\$ 27,800
50 320	Uniforms & Protective Gear	\$ 1,350	\$ -	\$ 1,350	\$ 1,350	\$ -	\$ 1,350
50 335	Contribution to Chemical Restricted Account	\$ 286,000	\$ 293,925	\$ -	\$ 293,925	\$ 105,075	\$ 399,000
	Subtotal	\$ 707,717	\$ 726,285	\$ 14,859	\$ 741,144	\$ 204,106	\$ 945,250
	Treatment - Newport Plant Operating Requirements	\$ 1,427,272	\$ 1,369,315	\$ 78,365	\$ 1,447,680	\$ 258,220	\$ 1,705,900
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Treatment - Lawton Valley

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<u>Account No. 15-500-2223</u>							
<u>Personnel</u>							
50 001	Salaries & Wages	\$ 405,500	\$ 409,527	\$ (4,027)	\$ 405,500	\$ 94,600	\$ 500,100
50 002	Overtime	\$ 30,000	\$ 42,307	\$ -	\$ 42,307	\$ 93	\$ 42,400
50 003	Holiday Pay	\$ 18,000	\$ 15,487	\$ 2,513	\$ 18,000	\$ 2,000	\$ 20,000
50 100	Employee Benefits	\$ 220,000	\$ 203,222	\$ -	\$ 203,222	\$ 72,278	\$ 275,500
50 175	Annual Leave Buy Back	\$ 3,500	\$ 3,094	\$ 406	\$ 3,500	\$ 350	\$ 3,850
	Subtotal	\$ 677,000	\$ 673,637	\$ (1,108)	\$ 672,529	\$ 169,321	\$ 841,850
<u>Other Operating</u>							
50 212	Conferences & Training	\$ 3,500	\$ 1,475	\$ 2,025	\$ 3,500	\$ -	\$ 3,500
50 239	Fire & Liability Insurance	\$ 6,000	\$ 6,352	\$ -	\$ 6,352	\$ 7,248	\$ 13,600
50 306	Contribution to Electricity Restricted Account	\$ 123,000	\$ 113,966	\$ -	\$ 113,966	\$ 66,634	\$ 180,600
50 307	Natural Gas	\$ 34,300	\$ 24,427	\$ -	\$ 24,427	\$ 4,473	\$ 28,900
50 260	Heavy Equipment Rental	\$ 500	\$ 213	\$ 287	\$ 500	\$ -	\$ 500
50 305	Water/Sewer	\$ 136,986	\$ 53,847	\$ 83,139	\$ 136,986	\$ 105,014	\$ 242,000
50 271	Gas/Vehicle Maintenance	\$ 948	\$ 7,407	\$ -	\$ 7,407	\$ 993	\$ 8,400
50 275	Repair & Maintenance	\$ 55,000	\$ 6,977	\$ 36,423	\$ 43,400	\$ -	\$ 43,400
50 311	Operating Supplies	\$ 27,500	\$ 15,436	\$ 6,564	\$ 22,000	\$ -	\$ 22,000
50 320	Uniforms & Protective Gear	\$ 1,000	\$ 614	\$ 386	\$ 1,000	\$ -	\$ 1,000
50 335	Contribution to Chemical Restricted Account	\$ 172,000	\$ 154,520	\$ -	\$ 154,520	\$ 61,480	\$ 216,000
	Subtotal	\$ 560,734	\$ 385,235	\$ 128,824	\$ 514,058	\$ 245,842	\$ 759,900
Treatment - Lawton Valley Operating Requirements		\$ 1,237,734	\$ 1,058,872	\$ 127,716	\$ 1,186,587	\$ 415,163	\$ 1,601,750
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Water Laboratory

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<u>Account No. 15-500-2235</u>							
<u>Personnel</u>							
50 001	Salaries & Wages	\$ 112,700	\$ 102,596	\$ -	\$ 102,596	\$ 25,104	\$ 127,700
50 100	Employee Benefits	\$ 53,200	\$ 51,488	\$ -	\$ 51,488	\$ 10,912	\$ 62,400
50 175	Annual Leave Buy Back	\$ 2,500	\$ -	\$ 2,500	\$ 2,500	\$ 250	\$ 2,750
	Subtotal	\$ 168,400	\$ 154,084	\$ 2,500	\$ 156,584	\$ 36,266	\$ 192,850
<u>Other Operating</u>							
50 275	Repair & Maint - Equipment	\$ 1,000	\$ 961	\$ 39	\$ 1,000	\$ -	\$ 1,000
50 281	Water Lab Regulatory Assessment	\$ 35,000	\$ 27,286	\$ -	\$ 27,286	\$ 9,214	\$ 36,500
50 339	Laboratory Supplies	\$ 16,000	\$ 14,032	\$ 1,968	\$ 16,000	\$ 2,500	\$ 18,500
	Subtotal	\$ 52,000	\$ 42,279	\$ 2,007	\$ 44,286	\$ 11,714	\$ 56,000
Total Water Laboratory Operating Requirements		\$ 220,400	\$ 196,363	\$ 4,507	\$ 200,870	\$ 47,980	\$ 248,850
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Transmission & Distribution Maintenance

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<b>Account No. 15-500-2241</b>							
<u>Personnel</u>							
50 001	Salaries & Wages	\$ 392,000	\$ 330,599	\$ 61,401	\$ 392,000	\$ 24,200	\$ 416,200
50 002	Overtime	\$ 55,000	\$ 33,527	\$ 21,473	\$ 55,000	\$ (3,000)	\$ 52,000
50 004	Temp Wages	\$ 10,000	\$ -	\$ 10,000	\$ 10,000	\$ -	\$ 10,000
50 056	Injury Pay	\$ 1,200	\$ -	\$ -	\$ -	\$ -	\$ -
50 100	Employee Benefits	\$ 197,000	\$ 175,586	\$ 33,270	\$ 208,856	\$ 16,140	\$ 224,996
50 175	Annual Leave Buy Back	\$ 5,300	\$ 2,130	\$ 3,170	\$ 5,300	\$ 600	\$ 5,900
	Subtotal	\$ 660,500	\$ 541,842	\$ 129,314	\$ 671,156	\$ 37,940	\$ 709,096
<u>Other Operating</u>							
50 212	Conferences & Training	\$ 4,000	\$ 319	\$ 3,681	\$ 4,000	\$ -	\$ 4,000
50 225	Contract Services	\$ 12,500	\$ 5,425	\$ 7,075	\$ 12,500	\$ -	\$ 12,500
50 239	Fire & Liability Insurance	\$ 2,225	\$ 2,355	\$ -	\$ 2,355	\$ 45	\$ 2,400
50 306	Contribution to Electricity Restricted Account	\$ 21,600	\$ 14,919	\$ -	\$ 14,919	\$ 4,681	\$ 19,600
50 260	Heavy Equipment Rental	\$ 13,160	\$ 675	\$ 8,225	\$ 8,900	\$ -	\$ 8,900
50 271	Gas/Vehicle Maintenance	\$ 67,556	\$ 90,564	\$ -	\$ 90,564	\$ 8,836	\$ 99,400
50 275	Repair & Maint - Equipment	\$ 30,000	\$ 2,559	\$ 27,441	\$ 30,000	\$ 2,000	\$ 32,000
50 276	Repairs/Main Maintenance	\$ 79,000	\$ 58,239	\$ 20,761	\$ 79,000	\$ 5,800	\$ 84,800
50 296	Service Maintenance	\$ 33,500	\$ 17,490	\$ 16,010	\$ 33,500	\$ -	\$ 33,500
50 311	Operating Supplies	\$ 11,000	\$ 6,468	\$ 4,532	\$ 11,000	\$ -	\$ 11,000
50 320	Uniforms & Protective Gear	\$ 1,500	\$ 1,141	\$ 359	\$ 1,500	\$ -	\$ 1,500
	Subtotal	\$ 276,041	\$ 200,154	\$ 88,084	\$ 288,238	\$ 21,362	\$ 309,600
Transmission & Distribution Operating Requirements		\$ 936,541	\$ 741,996	\$ 217,398	\$ 959,394	\$ 59,302	\$ 1,018,696
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Fire Protection

		Docket # 3818	FY 2008 Test Year	Test Year Normalizing Adjustments	Normalized Test Year	Rate Year Adjustment	FY 2010 Rate Year
<u>Account No. 15-500-2245</u>							
<u>Personnel</u>							
50 001	Salaries & Wages	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
50 002	Overtime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
50 100	Employee Benefits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Subtotal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>Other Operating</u>							
50 275	Repair & Maintenance - Equip.	\$ 14,000	\$ 11,310	\$ 2,690	\$ 14,000	\$ 500	\$ 14,500
	Subtotal	\$ 14,000	\$ 11,310	\$ 2,690	\$ 14,000	\$ 500	\$ 14,500
	Fire Protection Operating Requirements	\$ 14,000	\$ 11,310	\$ 2,690	\$ 14,000	\$ 500	\$ 14,500

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Capital Improvement Plan

RFC Schedule 4 Compliance

	2007-2008	2009	Rate Year 2010	2011	2012	2013	2014
<b>2007 SRF A \$2,780,588</b>							
TRL LV Residual Management Proj- \$3M SRF	2,761,500						
TRL \$3M borrowing costs	19,088						
	\$ 2,780,588	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>2008 SRF A \$2,144,185</b>							
S Intake at Gardiner Pond	93,238	4,907					
TRL LV Reservoir Aeration	69,350	21,650					
TRL LVWTP pH constr	247,095	28,255					
TRL LVWTP Chloramine Conversion Construction			200,000				
TRL Lawton Valley Sed Basin Imp	302,457	21,043					
TRN Sta 1 pH constr	247,095	28,255					
TRN Sta 1 Chloramine Conversion Construction			180,000				
TD Distribution Main Design		105,444					
ST Finished Water Storage Tank Maintenance	20,396	575,000					
	\$ 979,631	\$ 784,554	\$ 380,000	\$ -	\$ -	\$ -	\$ -
<b>2008 SRF B \$2,800,000</b>							
CS Remote Radio Read Meter System- Install		900,000	1,000,000	900,000			
	\$ -	\$ 900,000	\$ 1,000,000	\$ 900,000	\$ -	\$ -	\$ -
<b>2009 SRF A \$6,000,000</b>							
S Easton Pond Dam Imprv - North & West Embank		3,000,000	3,000,000				
	\$ -	\$ 3,000,000	\$ 3,000,000	\$ -	\$ -	\$ -	\$ -
<b>2010 SRF A \$6,725,950</b>							
TR City Agent for New LVWTP & Sta1 Imprv		866,200	1,846,960	912,790	500,000	525,000	550,000
TR Professional Services for New Plt & Sta 1 (legal,etc)		350,000	450,000	350,000	125,000	125,000	125,000
	\$ -	\$ 1,216,200	\$ 2,296,960	\$ 1,262,790	\$ 625,000	\$ 650,000	\$ 675,000
<b>2010 SRF B \$3,393,048</b>							
TD Distribution Main Improvements (System-wide)			3,093,048	300,000	-	-	
	\$ -	\$ -	\$ 3,093,048	\$ 300,000	\$ -	\$ -	\$ -
<b>2011 SRF A \$10,800,000</b>							
TRN Station 1 - Additional Pretreatment/Clarification Train(DB/Constr)				2,500,000	5,806,000	2,494,000	
	\$ -	\$ -	\$ -	\$ 2,500,000	\$ 5,806,000	\$ 2,494,000	\$ -
<b>2011 SRF B \$8,600,000</b>							
S Main from Gardiner to Paradise				1,600,000			
TD Distribution Main Improvements (System-wide)					3,200,000	300,000	3,500,000
	\$ -	\$ -	\$ -	\$ 1,600,000	\$ 3,200,000	\$ 300,000	\$ 3,500,000
<b>2012 SRF A \$38,739,000</b>							
TRL Lawton Valley WTP - New WTP (DB/Constr)					8,910,000	24,405,000	5,424,000
	\$ -	\$ -	\$ -	\$ -	\$ 8,910,000	\$ 24,405,000	\$ 5,424,000
<b>Total Debt Funded Capital</b>	<b>\$ 3,760,219</b>	<b>\$ 5,000,754</b>	<b>\$ 8,770,008</b>	<b>\$ 3,162,790</b>	<b>\$ 12,735,000</b>	<b>\$ 25,355,000</b>	<b>\$ 9,599,000</b>

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Capital Improvement Plan

RFC Schedule 4 Compliance

Rate Funded Capital	2007-2008	2009	Rate Year 2010	2011	2012	2013	2014
S Safe Yield Study		124,660					
TD GIS and Hydraulic Modeling		200,000	90,000				
TD IRP Update- RIDOH due Jan 2010			80,000				
S Water Quality Protection Plan Update- RIWRB			80,000				
S WSSMP 5 year Update- RIWRB due July 2012				80,000			
S Easton Pond Dam Imprv - North & West Embank	76,481						
S Maguire Amen #11 Sediment Assess prop for NOV-CA	1,155	770					
S Sediment Assessment - Lawton Brook		25,000	35,000				
S Maguire Amend #9- assist with NOV- CA		1,680					
S LVWTP RIPDES CA- Constructed Wetlands;Maguire Amend #12	9,250	9,250					
S Constucted Wetlands/Flow Diversion		197,500					
S Main from Gardiner to Paradise			150,000				
S Intake at Paradise				190,000			
S Intake at Watson & Nonquit				250,000			
S Intake at Sissons				50,000			
S Demolition of Old Nonquit Pump Sta			125,000				
S Dam and Dike Rehabilitation - Lawton Valley				100,000	800,000		
S Dam and Spillway Rehabilitation - Station 1						250,000	
TRL Lawton Valley WTP - Chloramine Conversion Design	75,988	62,400	30,410				
TRL Lawton Valley Water Age Study	23,968						
TRL LVWTP pH design	17,188	1,441					
TRN Station 1 - Chloramine Conversion Design	75,988	62,400	30,410				
TRN Sta 1 pH design	17,188	1,441					
TR City Agent for New LVWTP & Sta1 Imprv							
S Ocean Ave Water project (closeout0	469,316						
S Distribution Main Iprov.(Sherman St) Design & Construct			156,952				
S Meter Replacement	59,400	61,776	64,247	66,817	69,490	72,269	
S Forest Ave Pump Sta Imprv.			-	250,000			
CS Water Trench Restoration	57,580	67,600	75,000	78,000	81,120	84,365	
F Fire Hydrant Replacement			17,000	17,000	18,000	18,000	
ST LV 4 Mgal resrv Aeration- Design & Constr	4,718	17,000	-	-			
M Equipment and Vehicle Replacement	184,056	93,300	118,000	160,000	199,000	92,000	
M Fire Code Upgrades		75,000					
Gross Rate Funded Capital	\$ 1,072,276	\$ 1,001,218	\$ 1,052,019	\$ 1,241,817	\$ 1,167,610	\$ 516,634	\$ -
Funding From Reserves	\$ -	\$ -	\$ -				\$ -
<b>Net Rate Funded Capital</b>	<b>\$ 1,072,276</b>	<b>\$ 1,001,218</b>	<b>\$ 1,052,019</b>	<b>\$ 1,241,817</b>	<b>\$ 1,167,610</b>	<b>\$ 516,634</b>	<b>\$ -</b>
<b>Total Capital Project Costs</b>	<b>\$ 4,832,495</b>	<b>\$ 6,001,972</b>	<b>\$ 9,822,027</b>	<b>\$ 4,404,607</b>	<b>\$ 13,902,610</b>	<b>\$ 25,871,634</b>	<b>\$ 9,599,000</b>

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Debt Service

RFC Schedule 5 Compliance

Fiscal Year	Existing(1)					Proposed (2)							Total Existing and Proposed
	Revenue Bonds	2007 SRF A \$3.0M (3)	Improvements \$2.8M	2008 SRF B Radio Read \$3.1M	Total Existing	2009 SRF A \$6.35M	2010 SRF A \$7.1 M (4)	2010 SRF B \$3.6M	2011 SRF A \$11.45M	2011 SRF B \$9.12M	2012 SRF A \$41.1M	Total Proposed	
2008	1,009,932	72,901	-	-	1,082,833	-	-	-	-	-	-	-	1,082,833
2009	959,782	211,318	43,405	23,347	1,237,853	1,213	3,713	-	-	-	-	4,926	1,242,779
2010	910,552	211,749	96,021	61,894	1,280,215	137,531	260,855	214,500	-	-	-	612,886	1,893,101
2011	642,596	211,990	201,409	210,414	1,266,410	524,300	322,791	228,924	204,750	137,540	-	1,418,305	2,684,716
2012	571,079	211,081	201,652	223,206	1,207,018	524,125	660,758	316,242	570,520	338,643	938,232	3,348,519	4,555,537
2013	388,755	211,034	201,567	222,797	1,024,154	523,400	661,573	316,512	713,573	802,911	2,615,839	5,633,809	6,657,962
2014	-	210,828	201,245	223,120	635,192	522,125	662,442	316,799	991,634	804,758	2,559,099	5,856,857	6,492,049
2015	-	211,441	201,725	223,220	636,387	525,163	663,367	317,105	992,858	806,725	3,556,313	6,861,531	7,497,917
2016	-	210,861	200,992	223,078	634,931	522,513	664,353	317,431	994,161	808,819	3,560,704	6,867,981	7,502,912
2017	-	184,069	201,038	222,689	607,796	524,175	665,402	317,779	995,550	811,050	3,565,379	6,879,334	7,487,130
2018	-	184,052	200,847	222,051	606,950	525,013	666,519	318,149	997,029	813,425	3,570,358	6,890,493	7,497,443
2019	-	210,815	200,404	222,133	633,351	525,025	667,710	318,542	998,603	815,955	3,575,661	6,901,497	7,534,848
2020	-	210,360	200,692	221,915	632,968	524,213	668,977	318,962	1,000,281	818,650	3,581,309	6,912,391	7,545,359
2021	-	210,677	200,698	222,387	633,761	522,575	670,327	319,409	1,002,067	821,519	3,587,324	6,923,221	7,556,982
2022	-	210,752	200,421	221,547	632,720	524,975	671,765	319,885	1,003,969	824,575	3,593,730	6,938,898	7,571,618
2023	-	210,583	199,870	221,404	631,856	521,413	673,296	320,391	1,005,995	827,830	3,600,552	6,949,477	7,581,333
2024	-	210,169	200,025	221,920	632,115	521,888	674,927	320,931	1,008,153	831,296	3,607,818	6,965,011	7,597,126
2025	-	210,489	199,870	221,099	631,459	521,263	676,663	321,506	1,010,450	834,988	3,615,555	6,980,425	7,611,884
2026	-	209,543	199,415	220,951	629,908	524,400	678,513	322,118	1,012,898	838,919	3,623,796	7,000,644	7,630,552
2027	-	209,336	199,634	221,430	630,400	521,300	680,483	322,770	1,015,504	843,106	3,632,573	7,015,735	7,646,136
2028	-	209,832	199,512	220,541	629,884	521,963	682,580	323,464	1,018,280	847,566	3,641,920	7,035,772	7,665,656
2029	-	-	199,043	220,278	419,321	521,250	684,814	324,204	1,021,236	852,315	3,651,874	7,055,693	7,475,013
2030	-	-	203,109	223,522	426,632	524,025	687,194	324,991	1,024,384	857,373	3,662,476	7,080,442	7,507,074
2031	-	-	-	-	-	-	689,728	325,830	1,027,737	862,759	3,673,766	6,579,820	6,579,820
2032	-	-	-	-	-	-	-	-	1,031,308	868,496	3,685,791	5,585,594	5,585,594
2033	-	-	-	-	-	-	-	-	1,035,111	-	3,698,597	4,733,708	4,733,708
2034	-	-	-	-	-	-	-	-	-	-	3,712,236	3,712,236	3,712,236
2035	-	-	-	-	-	-	-	-	-	-	-	-	-
2036	-	-	-	-	-	-	-	-	-	-	-	-	-
2037	-	-	-	-	-	-	-	-	-	-	-	-	-
2038	-	-	-	-	-	-	-	-	-	-	-	-	-
	\$ 4,482,696	\$ 4,233,879	\$ 4,152,597		\$ 17,384,114	\$ 10,603,844	\$ 14,038,749	\$ 6,846,443				\$ 148,745,204	

- (1) Debt service on existing debt based on debt service schedules provided by City of Newport Finance Dept.
- (2) Debt service on proposed SRF debt assumes interest only payments during construction. Interest during construction period is calculated based on the timing of expected annual draws. Loan term is 20 years after completion of construction. See Schedule RFC B for additional detail.
- (3) Loan amounts are inclusive of borrowing costs. For proposed loans, borrowing costs are assumed to be 6% of total project costs.
- (4) Interest in FY 2009 for the 2010 SRF A loan is the assumed interest on Loan Anticipation Notes issued in anticipation of the 2010 SRF A loan.



Docket No. 4025

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Offsets To Revenue Requirements

RFC Schedule 6 Compliance

	FY 2005	FY 2006	FY 2007	Test Year FY 2008	FY 2010 Rate year
Sundry charges	\$ -	\$ 22,068	\$ 45,816	\$ 43,917	\$ 140,016
WPC cost share on customer service	\$ 134,204	\$ -	\$ 268,409	\$ 319,491	\$ 269,842
Middletown cost share on customer service					\$ 134,819
Rental of Property	\$ 85,000	\$ 109,100	\$ 78,100	\$ 81,075	\$ 81,000
Water Penalty	\$ 5,495		\$ 20,978	\$ 23,511	\$ 42,320
Miscellaneous	\$ 3,120		\$ 18,953	\$ 7,515	\$ 7,515
Investment Interest Income	\$ -	\$ 80,108	\$ 56,924	\$ 39,191	\$ 39,191
Water Quality Protection Fees	\$ 24,977	\$ 41,200	\$ 23,646	\$ 25,676	\$ 25,676
Total Offsets to Revenue Requirements	\$ 252,796	\$ 252,476	\$ 512,826	\$ 540,376	\$ 740,378

Determination of Charges to Water Pollution Control and Middletown Sewer

Customer Service Expenses

		FY 2010	FY 2011	FY 2012	FY 2013
	O&M	\$ 716,920	\$ 716,920	\$ 716,920	\$ 716,920
	Debt Service on Loan for Radio Read	\$ 61,894	\$ 210,414	\$ 223,206	\$ 222,797
	Meter Replacement Costs	\$ 64,247	\$ 66,817	\$ 69,490	\$ 72,269
	TOTAL	\$ 843,061	\$ 994,151	\$ 1,009,616	\$ 1,011,986
Customer Service expenses 50%		\$ 421,531	\$ 497,076	\$ 504,808	\$ 505,993
Charge to WPC	9245	64%	\$ 269,842	\$ 318,201	\$ 323,151
Charge to Middletown Sewer	4619	32%	\$ 134,819	\$ 158,980	\$ 161,832
Water Customers	14442	96%			

There are 14,442 water customers as of 09/03/08

Of these, 9,245 are also Newport Sewer customers and 4,619 are Middletown customers that we supply Middletown with usage data on. Accordingly, Newport Sewer should split the customer service costs on 62.42% of the water bills and Middletown should split the costs on 31.19% of the water bills

**Docket No. 4025**

**City of Newport, Rhode Island  
FY 2010 Rate Filing  
Calculation of Additional Revenue**

**RFC Schedule 7 Compliance**

Billing Charge Revenues

Type of Charge	Current Charge	FY 2008 Number of Bills	Rate Year Revenues Under Existing Charges
Billing Charge	\$ 13.25	63,880	\$ 846,410
Total Revenues From Billing Charge Under Existing Rates			\$ 846,410

Commodity Charge Revenues

Customer Class	Current Rate	FY 2008 Consumption (1,000 gals)	Rate Year Revenues Under Existing Rates
Retail	\$ 4.54	1,240,400	\$ 5,631,414
Navy	\$ 2.7950	278,289	\$ 777,818
Portsmouth	\$ 2.227	451,640	\$ 1,005,802
Total Revenues From Commodity Charge Under Existing Rates			\$ 7,415,034

Fire Protection Revenues

Type of Charge	Current Charge	FY 2008 Number of Bills	Rate Year Revenues Under Existing Charges
Fire Protection Charges (Public)	\$ 752.00	999	\$ 751,248
Total Revenues From Public Fire Protection Charge Under Existing Rates			\$ 751,248

Fire Protection Charges (Private)

less than 2"	\$ 14.76	0	\$ -
2"	\$ 62.00	1	\$ 62
4"	\$ 382.00	57	\$ 21,774
6"	\$ 765.00	246	\$ 188,190
8"	\$ 1,751.00	62	\$ 108,562
10"	\$ 2,891.00	0	\$ -
12"	\$ 4,642.00	2	\$ 9,284
Total Revenues from Private Fire Protection Charge Under Existing Charges			\$ 327,872

Total Rate Year Revenues from Existing Rates and Charges \$ 9,340,564

FY 2008 Net Revenue Requirements \$ 10,788,288

**Additional Revenue Needed \$ 1,447,724**

**% Revenue Increase Required 15.50%**

**Docket No. 4025**

**City of Newport, Rhode Island  
FY 2010 Rate Filing  
Proposed Rates and Charges**

**RFC Schedule 8 Compliance**

Rates and Charges	Current Rates	% Increase Required	Proposed FY 2010
Billing Charge (per bill)			
Tertiary	\$ 13.25	15.4993%	\$ 15.31
Monthly	\$ 13.25	15.4993%	\$ 15.31
Commodity Charge (per 1,000 gallons)			
Retail			
Residential	\$ 4.54	15.4993%	\$ 5.25
Commercial	\$ 4.54	15.4993%	\$ 5.25
Governmental	\$ 4.54	15.4993%	\$ 5.25
Wholesale			
Navy	\$ 2.7950	15.4993%	\$ 3.2280
Portsmouth Water & Fire District	\$ 2.2270	15.4993%	\$ 2.573
Fire Protection			
Public (per hydrant)	\$ 752.00	15.4993%	\$ 869.00
Private (Connection Size)			
Less than 2"	\$ 14.76	15.4993%	\$ 17.05
2"	\$ 62.00	15.4993%	\$ 72.00
4"	\$ 382.00	15.4993%	\$ 442.00
6"	\$ 765.00	15.4993%	\$ 884.00
8"	\$ 1,751.00	15.4993%	\$ 2,023.00
10"	\$ 2,891.00	15.4993%	\$ 3,340.00
12"	\$ 4,642.00	15.4993%	\$ 5,362.00

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Customer Impacts

RFC Schedule 9 Compliance

Customer Class	Monthly Consumption (gallons)	Bill at Current Rates	Proposed		
			Bill at Proposed Rates	\$ Increase	% Increase
<b>Residential (Monthly)</b>					
	1,000	\$17.79	\$20.56	\$2.77	15.6%
	2,000	\$22.33	\$25.81	\$3.48	15.6%
	4,000	\$31.41	\$36.31	\$4.90	15.6%
Avg. Monthly Bill	5,000	\$35.95	\$41.56	\$5.61	15.6%
	7,500	\$47.30	\$54.69	\$7.39	15.6%
	10,000	\$58.65	\$67.81	\$9.16	15.6%
	15,000	\$81.35	\$94.06	\$12.71	15.6%
	20,000	\$104.05	\$120.31	\$16.26	15.6%
	25,000	\$126.75	\$146.56	\$19.81	15.6%
	30,000	\$149.45	\$172.81	\$23.36	15.6%
<b>Residential(Quarterly)</b>					
	4,000	\$31.41	\$36.31	\$4.90	15.6%
	8,000	\$49.57	\$57.31	\$7.74	15.6%
Avg. Quarterly Bill	14,800	\$80.44	\$93.01	\$12.57	15.6%
	20,000	\$104.05	\$120.31	\$16.26	15.6%
	30,000	\$149.45	\$172.81	\$23.36	15.6%
	40,000	\$194.85	\$225.31	\$30.46	15.6%
	60,000	\$285.65	\$330.31	\$44.66	15.6%
	80,000	\$376.45	\$435.31	\$58.86	15.6%
	100,000	\$467.25	\$540.31	\$73.06	15.6%
	120,000	\$558.05	\$645.31	\$87.26	15.6%

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Customer Impacts

RFC Schedule 9 Compliance

Customer Class	Monthly Consumption (gallons)	Bill at Current Rates	Proposed		
			Bill at Proposed Rates	\$ Increase	% Increase
<b>Commercial (Monthly)</b>					
	2,000	\$22.33	\$25.81	\$3.48	15.6%
	5,000	\$35.95	\$41.56	\$5.61	15.6%
	10,000	\$58.65	\$67.81	\$9.16	15.6%
	20,000	\$104.05	\$120.31	\$16.26	15.6%
Avg. Monthly Bill	30,000	\$149.45	\$172.81	\$23.36	15.6%
	40,000	\$194.85	\$225.31	\$30.46	15.6%
	50,000	\$240.25	\$277.81	\$37.56	15.6%
	75,000	\$353.75	\$409.06	\$55.31	15.6%
	100,000	\$467.25	\$540.31	\$73.06	15.6%

**Governmental (Monthly)**

	2,000	\$22.33	\$25.81	\$3.48	15.6%
	5,000	\$35.95	\$41.56	\$5.61	15.6%
	10,000	\$58.65	\$67.81	\$9.16	15.6%
	20,000	\$104.05	\$120.31	\$16.26	15.6%
Avg. Monthly Bill	22,000	\$113.13	\$130.81	\$17.68	15.6%
	35,000	\$172.15	\$199.06	\$26.91	15.6%
	50,000	\$240.25	\$277.81	\$37.56	15.6%
	75,000	\$353.75	\$409.06	\$55.31	15.6%
	100,000	\$467.25	\$540.31	\$73.06	15.6%

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Customer Impacts

RFC Schedule 9 Compliance

Customer Class	Monthly Consumption (gallons)	Bill at Current Rates	Proposed		
			Bill at Proposed Rates	\$ Increase	% Increase
<b>Portsmouth (Monthly)</b>					
	10,000,000	\$22,283.25	\$25,745.31	\$3,462.06	15.5%
	20,000,000	\$44,553.25	\$51,475.31	\$6,922.06	15.5%
Avg. Monthly Bill	38,000,000	\$84,639.25	\$97,789.31	\$13,150.06	15.5%
	50,000,000	\$111,363.25	\$128,665.31	\$17,302.06	15.5%
	75,000,000	\$167,038.25	\$192,990.31	\$25,952.06	15.5%
	100,000,000	\$222,713.25	\$257,315.31	\$34,602.06	15.5%
	150,000,000	\$334,063.25	\$385,965.31	\$51,902.06	15.5%
<b>Navy (Monthly)</b>					
	500,000	\$1,410.75	\$1,629.31	\$218.56	15.5%
	750,000	\$2,109.50	\$2,436.31	\$326.81	15.5%
Avg. Monthly Bill	2,800,000	\$7,839.25	\$9,053.71	\$1,214.46	15.5%
	5,000,000	\$13,988.25	\$16,155.31	\$2,167.06	15.5%
	7,500,000	\$20,975.75	\$24,225.31	\$3,249.56	15.5%
	10,000,000	\$27,963.25	\$32,295.31	\$4,332.06	15.5%

Docket No. 4025

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Revenue Proof

RFC Schedule 10 Compliance

	Existing		Proposed	
	Actual FY 2008	Rate Year Revenue at Current Rates	Rate Year Revenue at Proposed Rates	
<b>Revenues</b>				
<u>Billing Charge Revenues</u>				
Retail				
Residential	\$ 654,763	\$ 701,667	\$ 810,756	
Commercial	\$ 137,694	\$ 137,641	\$ 159,040	
Governmental	\$ 4,757	\$ 5,353	\$ 6,185	
Subtotal Retail Billing Charge Revenue	\$ 797,214	\$ 844,661	\$ 975,982	
Wholesale				
Navy	\$ 1,590	\$ 1,590	\$ 1,837	
Portsmouth Water & Fire District	\$ 159	\$ 159	\$ 184	
Subtotal Wholesale Billing Charge Revenue	\$ 1,749	\$ 1,749	\$ 2,021	
<b>Total Billing Charge Revenues</b>	<b>\$ 798,963</b>	<b>\$ 846,410</b>	<b>\$ 978,003</b>	
<u>From Water Commodity Charge</u>				
Retail				
Residential	\$ 3,376,969	\$ 3,420,509	\$ 3,955,435	
Commercial	\$ 2,133,588	\$ 2,101,687	\$ 2,430,364	
Governmental	\$ 102,210	\$ 109,218	\$ 126,299	
Subtotal Retail Commodity Revenue	\$ 5,612,767	\$ 5,631,414	\$ 6,512,098	
Wholesale				
Navy	\$ 673,510	\$ 777,818	\$ 898,317	
Portsmouth	\$ 1,007,523	\$ 1,005,802	\$ 1,162,070	
Subtotal Wholesale Commodity Revenue	\$ 1,681,033	\$ 1,783,620	\$ 2,060,387	
<b>Total Commodity Charge Revenues</b>	<b>\$ 7,293,800</b>	<b>\$ 7,415,034</b>	<b>\$ 8,572,484</b>	
<u>From Fire Protection</u>				
Public Fire Protection Revenue	\$ 739,361	\$ 751,248	\$ 868,131	
Private Fire Protection Revenue	\$ 312,085	\$ 327,872	\$ 378,880	
Total Fire Protection Revenues	\$ 1,051,446	\$ 1,079,120	\$ 1,247,011	
Other Revenue	\$ 558,787	\$ 740,378	\$ 740,378	
<b>Total Revenues</b>	<b>\$ 9,702,996</b>	<b>\$ 10,080,942</b>	<b>\$ 11,537,876</b>	
<b><u>Total Revenue Requirements</u></b>				
Operating	\$ 6,076,985	\$ 8,127,112	\$ 8,127,112	
Capital	\$ 2,527,182	\$ 3,157,741	\$ 3,157,741	
Less: Water Quality Protection Funds				
Subtotal Revenue Requirements	\$ 8,604,167	\$ 11,284,853	\$ 11,284,853	
Additional Rev Req.	\$ 138,942	\$ 243,813	\$ 243,813	
<b>Total Revenue Requirements</b>	<b>\$ 8,743,109</b>	<b>\$ 11,528,666</b>	<b>\$ 11,528,666</b>	
<b>Surplus/(Deficit) of Revenues to be Recovered from All Charges</b>				
Total Revenue Requirements	\$ 8,743,109	\$ 11,528,666	\$ 11,528,666	
Other Revenue	\$ (558,787)	\$ (740,378)	\$ (740,378)	
Net Revenue Requirements	\$ 8,184,322	\$ 10,788,288	\$ 10,788,288	
Total Revenue from Rates and Charges	\$ 9,144,209	\$ 9,340,564	\$ 10,797,498	
Revenue Surplus/(Deficit)	\$ 959,887	\$ (1,447,724)	\$ 9,210	

Docket No. 4025

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Restricted Accounts Balances

RFC Schedule 11 Compliance

	Rate Year				
	2009	2010	2011	2012	2013
<b>Debt Service Account</b>					
<b>Beginning Cash Balance</b>	\$ 653,716	\$ 1,052,882	\$ 1,186,278	\$ 524,360	\$ (2,030,899)
<u>Additions</u>					
From Rates	1,230,000	2,010,823	2,010,823	2,010,823	2,010,823
From Capital Restricted Acct.	400,000	-	-	-	-
Interest Income	11,946	15,674	11,974	(10,546)	-
<b>Total Additions</b>	\$ 1,641,946	\$ 2,026,497	\$ 2,022,797	\$ 2,000,277	\$ 2,010,823
<u>Deductions</u>					
Existing Revenue Bond Debt Service	959,783	910,552	642,596	571,079	388,755
To Capital Restricted Acct.	-	-	-	-	-
SRF Debt Service	282,997	982,549	2,042,119	3,984,458	6,269,208
<b>Total Deductions</b>	\$ 1,242,780	\$ 1,893,101	\$ 2,684,716	\$ 4,555,537	\$ 6,657,962
<b>Ending Cash Balance</b>	\$ 1,052,882	\$ 1,186,278	\$ 524,360	\$ (2,030,899)	\$ (6,678,039)
<b>Capital Spending Account</b>					
<b>Beginning Cash Balance</b>	\$ 790,498	\$ 348,660	\$ 449,144	\$ 359,908	\$ 344,144
<u>Additions</u>					
From Rates	1,297,182	1,146,918	1,146,918	1,146,918	1,146,918
From DS Restricted Acct.	-	-	-	-	-
From Repayment To City Account	-	-	-	-	-
Interest income	7,974	5,585	5,663	4,928	9,295
<b>Total Additions</b>	\$ 1,305,156	\$ 1,152,503	\$ 1,152,581	\$ 1,151,846	\$ 1,156,213
<u>Deductions</u>					
To Debt Service Restricted Acct.	400,000	-	-	-	-
Capital Outlays	1,346,994	1,052,019	1,241,817	1,167,610	516,634
<b>Total Deductions</b>	\$ 1,746,994	\$ 1,052,019	\$ 1,241,817	\$ 1,167,610	\$ 516,634
<b>Ending Cash Balance</b>	\$ 348,660	\$ 449,144	\$ 359,908	\$ 344,144	\$ 983,724



Docket No. 4025

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Restricted Accounts Balances

RFC Schedule 11 Compliance

	Rate Year				
	2009	2010	2011	2012	2013
<b><u>Chemical Allowance Account</u></b>					
<b>Beginning Cash Balance</b>	\$ 99,911	\$ 115,454	\$ 117,081	\$ 118,732	\$ 120,406
<u>Additions</u>					
From Water Rates					
335 Contribution to Chemical Restricted Account	504,200	669,000	669,000	669,000	669,000
Interest Income	1,508	1,628	1,651	1,674	1,698
<b>Total Additions</b>	\$ 505,708	\$ 670,628	\$ 670,651	\$ 670,674	\$ 670,698
<u>Deductions</u>					
335 Chemicals	490,165	669,000	669,000	669,000	669,000
<b>Total Deductions</b>	\$ 490,165	\$ 669,000	\$ 669,000	\$ 669,000	\$ 669,000
<b>Ending Cash Balance</b>	\$ 115,454	\$ 117,081	\$ 118,732	\$ 120,406	\$ 122,104
<hr/>					
<b><u>Electricity Account</u></b>					
<b>Beginning Cash Balance</b>	\$ 130,039	\$ 153,262	\$ 155,423	\$ 157,614	\$ 159,836
<u>Additions</u>					
From Water Rates					
254 Contribution to Electricity Account	423,903	582,400	582,400	582,400	582,400
Interest Income	1,983	2,161	2,191	2,222	2,253
<b>Total Additions</b>	\$ 425,886	\$ 584,561	\$ 584,591	\$ 584,622	\$ 584,653
<u>Deductions</u>					
254 Electricity	402,663	582,400	582,400	582,400	582,400
<b>Total Deductions</b>	\$ 402,663	\$ 582,400	\$ 582,400	\$ 582,400	\$ 582,400
<b>Ending Cash Balance</b>	\$ 153,262	\$ 155,423	\$ 157,614	\$ 159,836	\$ 162,090

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City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Restricted Accounts Balances

RFC Schedule 11 Compliance

	Rate Year				
	2009	2010	2011	2012	2013
<b>Retiree Insurance</b>					
<b>Beginning Cash Balance</b>	\$ 11,233	\$ -	\$ -	\$ -	\$ -
<u>Additions</u>					
From Water Rates					
254 Contribution to Retiree Insurance Account	210,000	347,200	347,200	347,200	347,200
Contribution from Newport Water Cash Account	13,617				
Interest Income	79	-	-	-	-
<b>Total Additions</b>	\$ 223,696	\$ 347,200	\$ 347,200	\$ 347,200	\$ 347,200
<u>Deductions</u>					
254 Retiree Insurance	234,929	347,200	347,200	347,200	347,200
<b>Total Deductions</b>	\$ 234,929	\$ 347,200	\$ 347,200	\$ 347,200	\$ 347,200
<b>Ending Cash Balance</b>	\$ -	\$ -	\$ -	\$ -	\$ -
<hr/>					
<b>Accrued Benefit Buyout</b>					
<b>Beginning Cash Balance</b>	\$ 15,285	\$ -	\$ -	\$ -	\$ -
<u>Additions</u>					
From Water Rates					
Contribution to Accrued Benefit Buyout Account	70,000	175,000	175,000	175,000	175,000
Contribution from Newport Water Cash Account	18,712				
Interest Income	107	-	-	-	-
<b>Total Additions</b>	\$ 88,818	\$ 175,000	\$ 175,000	\$ 175,000	\$ 175,000
<u>Deductions</u>					
Accrued Benefit Buyout	104,103	175,000	175,000	175,000	175,000
<b>Total Deductions</b>	104,103	175,000	175,000	175,000	175,000
<b>Ending Cash Balance</b>	\$ -	\$ -	\$ -	\$ -	\$ -

Docket No. 4025

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Restricted Accounts Balances

RFC Schedule 11 Compliance

	Rate Year				
	2009	2010	2011	2012	2013
<b>Salary and Wage Increase Account</b>					
<b>Beginning Cash Balance</b>	\$ -	\$ -	\$ -	\$ -	\$ -
<u>Additions</u>					
From Water Rates					
Contribution to Salary and Wage Increase Account	91,213	-	-	-	-
Interest Income	-	-	-	-	-
<b>Total Additions</b>	\$ 91,213	\$ -	\$ -	\$ -	\$ -
<u>Deductions</u>					
Withdrawals to Cover Salary and Wage Increases	91,213	-	-	-	-
<b>Total Deductions</b>	\$ 91,213	\$ -	\$ -	\$ -	\$ -
<b>Ending Cash Balance</b>	\$ -	\$ -	\$ -	\$ -	\$ -

Docket No. 4025

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Water Bills and Consumption

RFC Schedule A Compliance

Annual Consumption, by Class	FY 2006	FY 2007	FY 2008	FY 2010 Rate Year (1)
	Residential	749,409	733,128	777,711
Commercial	472,160	430,320	486,300	<b>462,927</b>
Governmental	21,379	27,176	23,616	<b>24,057</b>
Navy	373,306	301,544	247,728	<b>278,289</b>
PWFD	453,618	440,804	479,160	<b>451,640</b>
<b>Total (in 1000's Gallons)</b>	<b>2,069,873</b>	<b>1,932,971</b>	<b>2,014,515</b>	<b>1,970,329</b>

Connection Size	Retail Accounts			Wholesale	
	Commercial	Government	Residential	Navy	Portsmouth
5/8	583	15	10139		
3/4	191	6	2227	1	
1	165	6	365		
1.5	116	13	159		
2	181	23	106		
3	63	10	34		
4	12	2	0		1
5	2	0	0		
6	10	0	1	8	
8			2		
10				1	
<b>Total</b>	<b>1323</b>	<b>75</b>	<b>13033</b>	<b>10</b>	<b>1</b>

Billed Monthly	764	637	13	103	10	1
Billed Quarterly	13678	686	62	12930		
<b>Total Bills</b>	<b>10388</b>	<b>404</b>	<b>52956</b>	<b>120</b>	<b>12</b>	

**Total Bills  
63,880**

Connection Size	Connection History				Rate Year FY 2010
	June 30 2005	June 30 2006	June 30 2007	June 30 2008	Number of Connections
<b>Public Hydrants</b>					
Newport	4	580	580	588	583
Middletown	4	394	394	408	408
Portsmouth	4	8	8	8	8
<b>Subtotal: Public Hydrants</b>		<b>982</b>	<b>982</b>	<b>1004</b>	<b>999</b>
<b>Private Fire Connections</b>					
<2	0	0	0	0	0
2	0	0	1	1	1
4	55	55	55	57	57
6	234	234	238	246	246
8	62	62	60	62	62
10	0	0	0	0	0
12	2	2	2	2	2
<b>Subtotal: Private Fire Connections</b>		<b>353</b>	<b>353</b>	<b>356</b>	<b>368</b>
<b>Total Public and Private Fire Connections</b>		<b>1,335</b>	<b>1,335</b>	<b>1,360</b>	<b>1,367</b>

(1) Projected rate year consumption for the Navy is based on information provided in the Navy response to NWD DR 1-5. Projected rate year consumption for PWFD is based on information provided by William McGlenn in email dated 11/10/08 and information provided in PWFD's response to NWD DR 2-17

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Administration  
 15-500-2200

**RFC Schedule B-1 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50001	Salaries & Wages						
	Director of Utilities -60%	\$ 41,378	\$ 51,476				\$ 60,298
	Administrative Secretary - 60%	\$ 28,269	\$ 25,843				\$ 28,486
	Deputy Director - Finance - 60%	\$ 42,741	\$ 46,110				\$ 52,865
	Deputy Director - Engineering - 60%	\$ 45,640	\$ 49,872				\$ 55,294
	Financial Analyst	\$ 55,460	\$ 62,715				\$ 67,594
	<b>Total</b>	<b>\$ 214,000</b>	<b>\$ 236,016</b>	<b>\$ -</b>	<b>\$ 236,016</b>	<b>\$ 28,984</b>	<b>\$ 265,000</b>
50044	Standby Salaries	\$ 9,641	\$ 12,400	\$ -	\$ 12,400	\$ 100	\$ 12,500
50520	Accrued Benefits Buyout	\$ 70,000	\$ 104,103	\$ -	\$ 104,103	\$ 70,897	\$ 175,000
50100	Employee Benefits						
	Director of Utilities -60%	\$ 8,204	\$ 10,251				\$ 13,164
	Administrative Secretary - 60%	\$ 16,197	\$ 14,319				\$ 15,953
	Deputy Director - Finance - 60%	\$ 18,596	\$ 18,109				\$ 23,286
	Deputy Director - Engineering - 60%	\$ 18,596	\$ 19,348				\$ 23,767
	Financial Analyst	\$ 26,317	\$ 23,591				\$ 23,063
	Benefits on standby salaries and annual leave buyback						\$ 1,140
	<b>Total</b>	<b>\$ 88,000</b>	<b>\$ 85,618</b>	<b>\$ -</b>	<b>\$ 85,618</b>	<b>\$ 15,382</b>	<b>\$ 101,000</b>
					Amount in Newport Response to PUC DR 1-2		\$ 96,500
50103	Retiree Insurance Coverage	\$ 210,000	\$ 234,929	\$ -	\$ 234,929	\$ 112,271	\$ 347,200
50105	Workers Compensation	\$ 76,000	\$ 87,455	\$ -	\$ 87,455	\$ 26,545	\$ 114,000
50175	Annual Leave Buyback	\$ 1,960	\$ 2,106	\$ -	\$ 2,106	\$ 294	\$ 2,400
							1 employee

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Administration  
 15-500-2200

**RFC Schedule B-1 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50207	Advertisement	\$ 1,500	\$ 1,110	\$ 390	\$ 1,500	\$ 7,500	\$ 9,000
50210	Membership Dues & Subscriptions						
	Utilities Director	\$ 408			\$ 408		\$ 408
	Laboratory Supervisor	\$ 245			\$ 245		\$ 245
	Supervisor treatment plants	\$ 356			\$ 356		\$ 356
	Distribution Supervisor	\$ 245			\$ 245		\$ 245
	Deputy Director - Finance	\$ 510			\$ 510		\$ 510
	Deputy Director - Engineering	\$ 365			\$ 365		\$ 365
	Water Meter Foreman	\$ 313			\$ 313		\$ 313
	Total	\$ 2,500	\$ 1,610	\$ 890	\$ 2,500	\$ -	\$ 2,500
50212	Conferences & Training	\$ 2,500	\$ 331	\$ 2,169	\$ 2,500	\$ -	\$ 2,500
50214	Tuition Reimbursement	\$ 2,000	\$ 540	\$ 1,460	\$ 2,000	\$ -	\$ 2,000
50220	Consultant Fees						
	Keough & Sweeney Rate Filing		\$ 36,527				
	Raftelis Cost of Service Study		\$ 20,298				
	Div of PUC		\$ 11,576				
	subtotal rate filing		\$ 68,401				
	Keough & Sweeney other		\$ 24,843			Rate Case Expense	\$ 116,500
	Raftelis other		\$ 7,169			Cost of Service Study	\$ 25,000
	Update risk mgt and spill control & countermeasures					Risk Management Study	\$ 10,000
	Other		\$ 4,942			Other Fees	\$ 50,000
	subtotal other		\$ 36,954				
	Total	\$ 140,000	\$ 105,354	\$ 62,646	\$ 168,000	\$ 33,500	\$ 201,500
50238	Postage	\$ 1,000	\$ 642	\$ 358	\$ 1,000	\$ -	\$ 1,000
50239	Fire & Liability Insurance	\$ 80,000	\$ 84,691	\$ -	\$ 84,691	\$ 1,309	\$ 86,000
50251	Telephone & Communication						
	Arch Wireless	\$ 423	\$ 329	\$ -			\$ 300
	Cell Phones	\$ 5,284	\$ 4,060	\$ -			\$ 6,500
	Verizon	\$ 4,493	\$ -	\$ -			\$ -
	Blackberry	\$ -	\$ -	\$ -			\$ 1,500
	Total	\$ 10,200	\$ 4,389	\$ -	\$ 4,389	\$ 3,911	\$ 8,300

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Administration  
 15-500-2200

**RFC Schedule B-1 Compliance**

Account	Description		Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50305	Water	Gallons	\$ 960	\$ 981	\$ -	\$ 981	\$ 69	\$ 1,050
50306	Electricity							
	70 Halsey St.	3 yr avg						
	Kwh Annual usage	46,858	57,000	47,340				48,000
	Base Electric rate			\$ 0.0569				\$ 0.0946
	Electric charge including gross receipts tax			\$ 3,301				\$ 4,542
	taxes							\$ 189
	fixed charge			\$ 150				\$ 150
	delivery charges			\$ 2,664				\$ 2,712
	total cost		\$ 5,700	\$ 6,115	\$ -	\$ 6,115	\$ 1,885	\$ 8,000
50307	Natural Gas							
		3 yr avg						
	CCF Annual usage	4977	5,050	4,851				5,000
	CCF Base Rate			\$ 1.1122				\$ 1.1255
	Cost of Gas			\$ 5,395				\$ 5,628
	Fixed Charge			\$ 540				\$ 567
	Other charges			\$ 1,344				\$ 1,449
	Gross earnings Tax			\$ 225				\$ 236
	Total Cost		\$ 8,100	\$ 7,504	\$ -	\$ 7,504	\$ 496	\$ 8,000
50308	Property Taxes							
	Portsmouth	7 parcels	\$ 71,156	\$ 69,634				\$ 114,273
	Tiverton	3 parcels	\$ 21,437	\$ 21,841				\$ 24,313
	Little Compton	3 parcels	\$ 11,731	\$ 10,404				\$ 11,012
	Middletown	21 parcels	\$ 73,179	\$ 73,948				\$ 79,338
			\$ 2,497					
	Total		\$ 180,000	\$ 175,827		\$ 175,827	\$ 53,173	\$ 229,000
50266	Legal & Administrative		\$ 219,177	\$ 219,177	\$ -	\$ 219,177	\$ 82,223	\$ 301,400
50267	Data Processing		\$ 156,368	\$ 156,368	\$ -	\$ 156,368	\$ (19,368)	\$ 137,000

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Administration  
 15-500-2200

**RFC Schedule B-1 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50268	Mileage Allowance	\$ 1,500	\$ 953	\$ 547	\$ 1,500	\$ 500	\$ 2,000
50271	Gasoline & Vehicle Allowance						
	1 vehicle						
	Fuel - Gallons		448				448
	Fuel \$/Gallon		2,403				2,385
	Fuel Cost		1,077				1,069
	Parts/Labor		5,653				6,375
	Insurance		820				1,037
	Total	\$ 3,506	\$ 7,549	\$ -	\$ 7,549	\$ 932	\$ 8,481
50275	Repairs & Maintenance						
	Halsey St smoke Detector Service	\$ 1,000	\$ 800				\$ 800
	Other	\$ 200					\$ 300
	Heater Maintenance		\$ 856				\$ 100
	total	\$ 1,200	\$ 1,656	\$ (456)	\$ 1,200	\$ -	\$ 1,200
50280	Regulatory Expense	\$ 10,000	\$ 7,414	\$ -	\$ 7,414	\$ 2,586	\$ 10,000
50281	Regulatory Assessment						
	RIWWA - Assessment	\$ 630	\$ 1,260				\$ 630
	RI Div of PUC - Assessment	\$ 22,980	\$ 29,138				\$ 29,138
	RI Dept of Health - License	\$ 16,151	\$ 16,302				\$ 16,302
	General Treasurer State of RI RIPDES Permit 0021784	\$ 1,400	\$ 700				\$ 700
	Other - Laboratory Cerifications	\$ 839	\$ -				\$ -
	Total	\$ 42,000	\$ 47,400	\$ -	\$ 47,400	\$ (630)	\$ 46,770
50361	Office Supplies	\$ 30,000	\$ 14,119	\$ 15,881	\$ 30,000	\$ -	\$ 30,000
50505	Self Insurance	\$ 10,000	\$ -	\$ 10,000	\$ 10,000	\$ -	\$ 10,000
50515	Unemployment Claims	\$ 12,000	\$ -	\$ 12,000	\$ 12,000	\$ -	\$ 12,000
Total		\$ 1,589,812	\$ 1,606,358		\$ 1,712,242		\$ 2,130,301



Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Customer Service  
 15-500-2209

**RFC Schedule B-2 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50001	Salaries & Wages	\$32,026	\$34,725				\$40,934
	Meter Repairman/Reader	\$43,600	\$41,187				\$45,601
	Principal Account Clerk	\$49,985	\$47,817				\$49,491
	Meter Repairman/Reader	\$38,895	\$37,082				\$42,818
	Maintenance Mechanic	\$44,477	\$44,413				\$48,879
	SAE - Sr. Maintenance Mechanic	\$50,175	\$4,330				\$46,822
	Water Meter Foreman	\$40,862	\$44,205				\$51,493
	<b>Total</b>	<b>\$300,500</b>	<b>\$253,759</b>	<b>\$46,741</b>	<b>\$300,500</b>	<b>\$25,600</b>	<b>\$326,100</b>
50002	Overtime		133 hours				643
			rate \$ 30.76				\$ 32.998
		\$8,000	\$4,076	\$3,924	\$8,000	\$13,218	\$21,218
50004	Temp Salaries	\$20,000	\$2,208	\$17,792	\$20,000	\$2,800	\$22,800
50056	Injury Pay	\$0	\$602	-\$602	\$0	\$0	\$0
50100	Employee Benefits	\$21,319	\$13,141		\$15,298		\$16,410
	Meter Repairman/Reader	\$23,226	\$14,454		\$16,552		\$17,463
	Principal Account Clerk	\$24,397	\$24,082		\$26,823		\$28,323
	Meter Repairman/Reader	\$23,075	\$14,038		\$25,207		\$26,822
	Maintenance Mechanic	\$23,604	\$23,390		\$26,667		\$28,185
	SAE - Sr. Maintenance Mechanic	\$24,397	\$785		\$0		\$27,722
	Water Meter Foreman	\$23,473	\$23,619		\$26,929		\$28,773
	Benefits for OT, Injury & Annual leave Buyback		\$169		\$2,486		\$4,005
	<b>Total</b>	<b>\$164,000</b>	<b>\$113,678</b>	<b>\$50,322</b>	<b>\$164,000</b>	<b>\$13,800</b>	<b>\$177,800</b>
							Amount in Newport Response to PUC DR 1-2 \$175,200
50175	Annual Leave Buyback	\$4,500	\$2,144	\$2,356	\$4,500	\$450	\$4,950

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Customer Service  
 15-500-2209

**RFC Schedule B-2 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50205	Copying & binding	\$1,000	\$626	\$374	\$1,000	\$0	\$1,000
50212	Conferences & Training	\$5,000	\$1,045	\$3,955	\$5,000	\$0	\$5,000
50225	Contract Services						
	Printing & mailing (document technologies)	\$21,333	\$14,552		\$14,552		\$14,368
	Opal Maintenance Contract	\$3,500	\$0		\$3,500		\$3,500
	Billing Consultant for Opal Reporting	\$3,000	\$175		\$3,000		\$3,000
	total	\$27,833	\$14,743	\$6,257	\$21,022	-\$22	\$21,000
		\$14,522					
50238	Postage						
	Mailing Service	\$29,247	\$27,477		\$27,477		\$30,444
	radio read mailings						\$3,528
	USPS	\$420	\$175		\$175		\$250
	total	\$29,667	\$27,652	\$0	\$27,652	\$6,648	\$34,300
50271	Gasoline & Vehicle Allowance						
	3 vehicles						
	Fuel - Gallons		2,355				2,355
	Fuel \$/Gallon		\$2.48			\$	2,385
	Fuel Cost		\$5,837				\$5,616
	Parts/Labor		\$16,958			\$	19,126
	Insurance		\$2,459				\$3,110
	Total	\$14,482	\$25,254	\$0	\$25,254	\$2,598	\$27,852
50275	Repairs & Maintenance						
	5/8" meters	\$7,600	\$7,882				\$13,545
	3/4" meters	\$9,100	\$10,201				\$5,775
	1" meters	\$1,220	\$5,640				\$1,470
	1 1/2" meters	\$2,560	\$5,750				\$2,625
	2" meters	\$3,700	\$8,650				\$4,200
	4" meters	\$2,100					\$1,155
	6" meters	\$6,520					\$4,200
	3" hydrant	\$1,700					\$1,785
	small meter pits		\$640				\$735
	large meter pits						\$1,365
	4" strainer						\$525
	6" strainer						\$1,470
	tool repair	\$3,000					
	meter gun repair	\$2,500					\$2,625
	total	\$40,000	\$38,763	\$1,237	\$40,000	\$1,500	\$41,500

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Customer Service  
 15-500-2209

**RFC Schedule B-2 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50299	Meter Maintenance						
	Appurtenant piping, tail pieces, ss fasteners & touch pads	\$9,300	\$6,802				\$7,200
	Annual Calibration of Navy meters	\$1,700	\$1,275				\$1,700
	space saver flanges		\$1,406				\$2,100
	total	\$11,000	\$9,483	\$1,517	\$11,000	\$0	\$11,000
50311	Operating Supplies						
	Repair External meter devices	\$4,000	\$871				\$2,500
	new tool & misc costs	\$3,000	\$1,512		\$3,000		\$2,500
	gas detectors						\$2,000
	confined space entry equipment						\$2,000
	Total	\$7,000	\$2,383	\$4,617	\$7,000	\$2,000	\$9,000
50320	Uniforms & protective Gear	\$1,000	\$584	\$416	\$1,000	\$0	\$1,000
50380	Customer Service Supplies	\$5,000	\$5,250	\$0	\$5,250	\$9,750	\$15,000
	Total	\$638,982	\$502,249		\$641,178		\$716,920

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Source of Supply - Island  
 15-500-2212

**RFC Schedule B-3 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50001	Salaries & Wages						
	Supervisor Water Dist/Coll 50%	\$ 69,767	\$ 31,781				\$ 39,526
	Maintenance Mechanic	\$ 45,083	\$ 34,684				\$ 51,003
	Skilled Laborer Equip Operator	\$ 38,114	\$ 33,699				\$ 42,945
	Skilled Laborer Equip Operator	\$ 39,646	\$ 39,124				\$ 44,560
	Skilled Laborer Equip Operator	\$ 45,357	\$ 44,791				\$ 48,085
	Laborer	\$ 28,569	\$ 32,291				\$ 37,840
							Reduction to account for vacancies per TSC surrebuttal \$ (47,121)
	<b>Total</b>	\$ 243,756	\$ 216,370	\$ 27,386	\$ 243,756	\$ (26,856)	\$ 216,900
50002	Overtime						
			939				871
			\$ 29.89				\$ 32.37
		\$ 26,000	\$ 28,055	\$ -	\$ 28,055	\$ 145	\$ 28,200
50004	Temp Salaries	\$ 10,000	\$ 11,537	\$ (1,537)	\$ 10,000	\$ -	\$ 10,000
50056	Injury Pay	\$ -	\$ 681	\$ (681)	\$ -	\$ -	\$ -
50100	Employee Benefits						
	Supervisor Water Dist/Coll 50%	\$ 29,321	\$ 14,262		\$ 14,262		\$ 17,432
	Maintenance Mechanic	\$ 23,814	\$ 19,212		\$ 23,814		\$ 28,663
	Skilled Laborer Equip Operator	\$ 22,718	\$ 13,544		\$ 22,718		\$ 26,850
	Skilled Laborer Equip Operator	\$ 22,718	\$ 22,148		\$ 22,718		\$ 27,213
	Skilled Laborer Equip Operator	\$ 24,000	\$ 11,015		\$ 16,924		\$ 18,024
	Laborer	\$ 20,987	\$ 12,830		\$ 14,655		\$ 15,711
	Benefits for OT, Temp & Annual leave Buyback						\$ 3,373
	<b>Total</b>	\$ 144,000	\$ 93,011	\$ 22,080	\$ 115,091	\$ (3,796)	\$ 137,300
							Amount in Newport Response to PUC DR 1-2 \$ 135,300
							Reduction to account for vacancies per TSC surrebuttal \$ (24,005)
							Revised Rebuttal Request \$ 111,296
50175	Annual Leave Buyback	\$ 6,000	\$ 3,871	\$ 2,129	\$ 6,000	\$ 300	\$ 6,300

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Source of Supply - Island  
 15-500-2212

**RFC Schedule B-3 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50306	Contribution to Electricity Restricted Account St Mary's & Paradise Pumping Stations						
	3 yr Avg						
	Annual KWH Usage	179867	272,000				238,000
	KWH Base rate		\$ 0.0596				\$ 0.0946
	cost of Supply (incl GRT)		\$ 14,755				\$ 22,522
	taxes						\$ 939
	fixed charge		\$ 1,313				\$ 1,313
	delivery charge		\$ 9,165				\$ 9,270
	total cost	\$ 27,200	\$ 25,233	\$ -	\$ 25,233	\$ 8,867	\$ 34,100
50271	Gas/Vehicle Maintenance						
	5 vehicles						
	diesel gallons		556				556
	cost/gallon		\$ 3.2322				\$ 3.0325
	diesel cost		\$ 1,798				\$ 1,687
	gasoline gallons		2,346				2,346
	cost/gallon		\$ 2.4917				\$ 2.385
	gasoline cost		\$ 5,846				\$ 5,596
	total fuel cost		\$ 7,644				\$ 7,283
	parts/labor		\$ 31,704				\$ 35,757
	insurance		\$ 4,098				\$ 5,183
	total	\$ 30,422	\$ 43,446	\$ -	\$ 43,446	\$ 4,854	\$ 48,300
50275	Repairs & Maintenance						
	equipment repair (weed wackers, mowers, lines, blades)	\$ 1,000	\$ 502				\$ 1,000
	minor repairs to pump stations	\$ 1,000	\$ 653				\$ 1,500
	equipment repairs/boat motor/chain saw etc	\$ 2,000	\$ 1,675				\$ 1,500
	raw water pump stations inspection/maintenance	\$ 1,000					\$ 2,000
	replace windows Paradise pump stn						\$ 2,000
	Roof Repairs paradise pump stn						\$ 1,800
	Pump Stn Annual service Agreement						\$ 1,800
	total	\$ 5,000	\$ 2,830	\$ 2,170	\$ 5,000	\$ 3,300	\$ 8,300

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Source of Supply - Island  
 15-500-2212

**RFC Schedule B-3 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50277	Reservoir Maintenance						
	Tree Removal	\$ 3,000			\$ 3,000		\$ 2,000
	Dam improvement repairs (gravel, riprap, gabions, etc.)	\$ 14,000	\$ 2,354		\$ 14,000		
	slinger rental		\$ 574				\$ 2,000
	gabions		\$ 1,913				\$ 3,000
	gravel						\$ 6,000
	loam						\$ 2,000
	sign installation & Maintenance	\$ 1,000	\$ 990		\$ 1,000		\$ 1,000
	dam inspections	\$ 7,000			\$ 7,000		\$ 7,000
	Fence repair		\$ 8,140				\$ 2,000
	other		\$ 114				
	total	\$ 25,000	\$ 14,085	\$ 10,915	\$ 25,000	\$ -	\$ 25,000
50311	Operating Supplies						
	machine & tool lubricant	\$ 1,000	\$ 965				\$ 1,000
	grease guns	\$ 250					\$ 250
	Brush cutter/mower						\$ 1,000
	parts for trackless		\$ 462				
	locks		\$ 335				
	replacement blades/brush cutting	\$ 2,250	\$ 1,539				\$ 1,500
	Total	\$ 3,500	\$ 3,300	\$ 200	\$ 3,500	\$ 250	\$ 3,750
50320	Uniforms & protective Gear	\$ 750	\$ 659	\$ 91	\$ 750	\$ -	\$ 750
50335	Chemicals						
	biosafe						
	usage in Lbs						
	cost/lb						
	total cost						
	copper sulfate						
	usage in lbs	28,000	28,000				28,000
	cost/lb	\$ 1.6500	\$ 1.4900				\$ 1.9100
	total copper sulfate	\$ 46,200	\$ 41,720				\$ 53,480
	total cost	\$ 46,200	\$ 41,720	\$ -	\$ 41,720	\$ 12,280	\$ 54,000
	total	\$ 567,828	\$ 484,797		\$ 547,551		\$ 546,896

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Source of Supply - Mainland  
 15-500-2213

**RFC Schedule B-4 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50002	Overtime						
	hrs		251				250
	FY 2006 120						
	rate		\$ 15.00				\$ 18.00
	FY 2007 0						
	total	\$ 10,000	\$ 3,758	\$ 4,242	\$ 8,000	\$ (3,500)	\$ 4,500
50004	Temp Salaries						
	hrs		1,272				1,272
	FY 2006 767						
	rate		\$ 10				\$ 12
	FY 2007 0						
	total	\$ 10,000	\$ 12,720	\$ -	\$ 12,720	\$ 2,580	\$ 15,300
50005	Permanent Part time	\$ 5,200	\$ 5,200	\$ -	\$ 5,200	\$ 7,800	\$ 13,000
50100	Employee Benefits						
	Benefits for OT, Temp & part time	\$ 1,500	\$ 1,603	\$ -	\$ 1,603	\$ 997	\$ 2,600
50306	Contribution to Electricity Restricted Account						
	Nonquit pumping Station						
	3 yr average						
	Annual KWH Usage	411242	648,000				647,000
	KWH Base rate		\$ 0.0596				\$ 0.0946
	cost of Supply (incl GRT)		\$ 40,179				\$ 61,226
	taxes						\$ 2,553
	fixed charge		\$ 2,917				\$ 2,917
	delivery charge		\$ 25,800				\$ 25,807
	total cost	\$ 68,040	\$ 68,896	\$ -	\$ 68,896	\$ 23,704	\$ 92,600
50275	Repairs & Maintenance						
	motor maintenance/electrical inspections	\$ 1,800					
	Stonkus Hydraulic Annual Contract		\$ 1,590				\$ 1,800
	Doors @ pumping Station						\$ 4,000
	emergency repairs		\$ 8,964				\$ 3,000
	total	\$ 1,800	\$ 10,554	\$ (5,754)	\$ 4,800	\$ 4,000	\$ 8,800
50277	Reservoir Maintenance						
	Tree Removal	\$ 1,000			\$ 1,000		\$ 1,000
	Dam improvement repairs (gravel, riprap, gabions, etc.)	\$ 3,000	\$ 2,506		\$ 3,000		\$ 3,000
	dam inspections	\$ 2,000	\$ -		\$ 2,000		\$ 2,000
	total	\$ 6,000	\$ 2,506	\$ 3,494	\$ 6,000	\$ -	\$ 6,000
50311	Operating Supplies						
	machine & tool lubricant, grease guns, etc	\$ 500	\$ 488	\$ 12	\$ 500	\$ -	\$ 500
	total	\$ 103,040	\$ 105,725		\$ 107,719		\$ 143,300

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Station One  
 15-500-2222

**RFC Schedule B-5 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50001	Salaries & Wages	\$ 37,908	\$ 45,944				\$ 35,145
	Water Quality Production Supv (50%)						\$ 24,874
	Assistant WQP Supervisor 50%						\$ 46,413
	Water Plant Operator - 3	\$ 47,364	\$ 38,923				\$ 51,516
	Water Plant Operator - 3	\$ 45,869	\$ 44,284				\$ 41,377
	Water Plant Operator - 3	\$ 45,869	\$ 28,009				\$ -
	Water Plant Operator - 2	\$ 42,718	\$ 25,108				\$ 51,347
	Water Plant Operator - 3	\$ 45,869	\$ 43,338				\$ 54,458
	Water Plant Foreman Operator(acting)	\$ 45,421	\$ 47,812				\$ 45,528
	Water Plant Operator - 3	\$ 41,547	\$ 39,339				\$ 38,618
	Water Plant Operator - 2	\$ 35,498	\$ 24,941				\$ 52,201
	Water Plant Operator - 3	\$ 36,492	\$ 43,627				
	note: in FY 2010 it is proposed to add an Assistant WQP Supervisor, change the operating foremen to Operator 3, and eliminate a Water Plant operator. No net change in headcount.						
	Total	\$ 424,555	\$ 381,325	\$ 43,230	\$ 424,555	\$ 16,945	\$ 441,500
50002	Overtime						
	hours		2,432				1,900
	rate		\$ 27.11				\$ 30.57
	total	\$ 50,000	\$ 65,941	\$ (14,441)	\$ 51,500	\$ 6,600	\$ 58,100
50003	Holiday Pay						
	Operators	9	8				9
	Holidays	12	12				12
	Hours/Holiday	8	8				8
	Average Pay Rate	\$ 20					\$ 22
	Total	\$ 18,000	\$ 16,438	\$ 1,562	\$ 18,000	\$ 1,100	\$ 19,100



Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Station One  
 15-500-2222

**RFC Schedule B-5 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50100	Employee Benefits	\$ 12,931	\$ 20,602		\$ 12,931		\$ 16,446
	Water Quality Production Supv (50%)						\$ 14,190
	Assistant WQP supervisor 50%						\$ 17,647
	Water Plant Operator - 3	\$ 24,789	\$ 7,760		\$ 17,000		\$ 28,778
	Water Plant Operator - 3	\$ 23,612	\$ 24,585		\$ 23,612		\$ 26,497
	Water Plant Operator - 3	\$ 23,612	\$ 11,885		\$ 23,612		\$ -
	Water Plant Operator - 2	\$ 23,394	\$ 7,407		\$ 23,394		\$ 28,740
	Water Plant Operator - 3	\$ 23,612	\$ 23,929		\$ 23,612		\$ 29,440
	Water Plant Foreman Operator	\$ 23,552	\$ 25,312		\$ 23,552		\$ 27,432
	Water Plant Operator - 3	\$ 23,612	\$ 14,281		\$ 23,612		\$ 15,887
	Water Plant Operator - 2	\$ 21,654	\$ 14,906		\$ 14,906		\$ 28,932
	Water Plant Operator - 3	\$ 21,750	\$ 23,830		\$ 21,750		\$ 6,331
	Benefits for OT, Annual leave Buyback, Holidays						
	<b>Total</b>	\$ 222,500	\$ 174,497	\$ 33,484	\$ 207,981	\$ 32,319	\$ 240,300
							Amount in Newport Response to PUC DR 1-2 \$ 237,000
50175	Annual Leave Buyback	\$ 4,500	\$ 4,829	\$ (329)	\$ 4,500	\$ 450	\$ 4,950
50212	Conferences & Training						
	RIDOH Required Certifications for 10 employees	\$ 2,000	\$ 1,475				\$ 2,000
	Supv/Plant Prod - RIWWA	\$ 120					\$ 120
	Supv/Plant Prod - NEWWA	\$ 550	\$ 185				\$ 550
	Conferences & Training	\$ 500					\$ 500
	Training, travel	\$ 2,330					\$ 2,330
	<b>total</b>	\$ 5,500	\$ 1,660	\$ 3,840	\$ 5,500	\$ -	\$ 5,500
50239	Fire & Liability Insurance						
	RI Interlocal	\$ 5,500	\$ 5,823	\$ -	\$ 5,823	\$ 6,877	\$ 12,700

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
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**RFC Schedule B-5 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50306	Contribution to Electricity Restricted Account 100 Bliss Mine Rd						
	3 yr average						
	Annual KWH Usage	1,736,000	1,877,500				1,870,000
	KWH Base rate		\$ 0.0596				\$ 0.0946
	cost of Supply (incl GRT)		\$ 116,123				\$ 176,958
	taxes						\$ 7,379
	fixed charge		\$ 2,837				\$ 2,837
	delivery charge		\$ 54,574				\$ 60,261
	total cost	\$ 178,363	\$ 173,534	\$ -	\$ 173,534	\$ 73,966	\$ 247,500
			\$ 0.0928				
50307	Natural Gas						
	3 yr average						
	CCF Annual usage	15623	18,800				15,600
	CCF Base Rate		\$ 1.1127				\$ 1.1056
	Cost of Gas		\$ 16,237				\$ 17,247
	Fixed Charge		\$ 876				\$ 920
	Other charges		\$ 3,985				\$ 4,368
	Gross earnings Tax		\$ 652				\$ 696
	Total Cost	\$ 30,300	\$ 21,750	\$ -	\$ 21,750	\$ 1,550	\$ 23,300
50260	Rental of Equipment						
	Dumpster Rentals		\$ 391				\$ 431
	chemical cylinders		\$ 87				\$ 569
	total	\$ 1,000	\$ 479	\$ 521	\$ 1,000	\$ -	\$ 1,000
50305	Sewer Charge						
	Gallons	25,300,000	28,255,833				28,260,000
	\$/Gal	\$ 0.0054	\$ 0.0060				\$ 0.0065
	Cost	\$ 137,822	\$ 169,535	\$ -	\$ 169,535	\$ 14,465	\$ 184,000

Newport Water Division  
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**RFC Schedule B-5 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50271	Gas/Vehicle Maintenance						
	1 vehicle						
	gasoline gallons		274				274
	cost/gallon		\$ 2,4683				\$ 2,385
	gasoline cost		\$ 676				\$ 653
	parts/labor		\$ 5,653				\$ 6,375
	insurance		\$ 820				\$ 1,037
	total	\$ 882	\$ 7,149	\$ -	\$ 7,149	\$ 951	\$ 8,100
50275	Repairs & Maintenance						
	Painting, welding materials, tools and gases	\$ 2,000	\$ 2,938				\$ 3,000
	Air handling, clarifier, filter repair & maint	\$ 9,500	\$ 3,640				\$ 4,000
	A/C, heating and hot water repairs	\$ 2,500	\$ 485				\$ 2,000
	Spare parts, analyzer maintenance/replacement	\$ 6,000	\$ 3,164				\$ 3,000
	Building maint, qtrly fire alarm testing, fire extinguisher inspe	\$ 2,000	\$ 777				\$ 1,000
	Tank inspections required by RIDOH	\$ 3,000					\$ 2,000
	Radiator replacement		\$ 2,500				
	Standby power repairs		\$ 1,800				
	ss screens for standpipe						
	GAC Removal		\$ 5,800				
	Valve update/replacement, pump O&M	\$ 6,000	\$ 4,749				\$ 5,000
	Surge tank and component maintenance	\$ 1,000					\$ 1,000
	Loading Dock Door Repair						\$ 3,000
	Sump Pump Replacement						\$ 1,000
	Clear well roof						\$ 8,000
	Rapid mix, chemfeed, VFD O&M	\$ 3,000					\$ 2,000
	total	\$ 35,000	\$ 25,852	\$ 9,148	\$ 35,000	\$ -	\$ 35,000

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**RFC Schedule B-5 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50311	Operating Supplies						
	Machine, pump supplies, bearings, pump packing, seals, drill bits, sandpaper, fasteners, miscellaneous tools, V belts, gauges, electrical/test meters	\$ 1,600	\$ 2,526				\$ 1,600
	Generator Service - Ralco	\$ 1,500	\$ 1,052				\$ 1,500
	Transfer Switch Service - NET&S	\$ 500	\$ 600				\$ 700
	Instrumentation - ABB	\$ 11,000	\$ 11,000				\$ 11,500
	SCADA Service - R E Erickson	\$ 11,400	\$ 11,400				\$ 12,500
	<b>Total</b>	\$ 26,000	\$ 26,578	\$ -	\$ 26,578	\$ 1,222	\$ 27,800
50320	Uniforms & protective Gear	\$ 1,350	\$ -	\$ 1,350	\$ 1,350	\$ -	\$ 1,350
50335	Chemicals						
	Alum quantity						412,431
	Alum unit \$						\$ 0.21
	Alum Total Cost	\$ 61,320	\$ 71,076				\$ 86,611
	Chlorine quantity						57,380
	Chlorine unit \$						\$ 0.4750
	Chlorine Total cost	\$ 28,980	\$ 30,000				\$ 27,256
	Flouride quantity						18,195
	Flouride unit \$						\$ 0.4190
	Flouride Total cost	\$ 8,800	\$ 6,085				\$ 7,624
	Sodium chloride quantity						99,725
	Sodium chloride unit \$						\$ 0.9860
	Sodium chlorite	\$ 60,590	\$ 118,646				\$ 98,329
	Polymer quantity						1,320
	Polymer unit \$						\$ 7.216
	Polymenr Total cost	\$ 8,752	\$ 6,791				\$ 9,525
	lime		\$ 25,383				\$ -
	Sodium Hydroxide quantity						96,400
	Sodium Hydroxide unit \$						\$ 0.8349
	Sodium Hydroxide Total cost	\$ 80,360	\$ -				\$ 80,484
	GAC quantity						36,000
	GAC uunit \$						\$ 2.475
	GAC Total cost	\$ 37,000	\$ 35,943				\$ 89,100
	<b>total</b>	\$ 285,802	\$ 293,925				\$ 398,928
	<b>rounded</b>	\$ 286,000	\$ 293,925	\$ -	\$ 293,925	\$ 105,075	\$ 399,000
<b>total</b>		\$ 1,427,272	\$ 1,369,315		\$ 1,447,680		\$ 1,705,900

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**RFC Schedule B-6 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50001	Salaries & Wages	\$ 37,907	\$ 28,971				\$ 35,145
	Water Quality Production Supv (50%) assistant WQP 50%						\$ 24,874
	Water Plant Operator - 3	\$ 54,860	\$ 43,607				\$ 52,306
	Water Plant Operator - 3	\$ 44,635	\$ 43,956				\$ 50,550
	Water Plant Foreman Operator	\$ 43,337	\$ 52,519				\$ 53,208
	Water Plant Operator - 3	\$ 39,520	\$ 39,447				\$ 45,580
	Water Plant Operator - 3	\$ 32,752	\$ 44,026				\$ 51,628
	Water Plant Operator - 3	\$ 32,835	\$ 36,396				\$ 44,617
	Water Plant Operator - 3	\$ 41,057	\$ 44,301				\$ 52,163
	Water Plant Operator - 2	\$ 44,891	\$ 33,441				\$ 38,618
	Water Plant Operator - 3	\$ 33,649	\$ 42,863				\$ 51,356
	<b>Total</b>	<b>\$ 405,500</b>	<b>\$ 409,527</b>	<b>\$ (4,027)</b>	<b>\$ 405,500</b>	<b>\$ 94,600</b>	<b>\$ 500,100</b>
50002	Overtime						
	hours rate		1,321				1,201
	total	\$ 30,000	\$ 42,307	\$ -	\$ 42,307	\$ 93	\$ 42,400
50003	Holiday Pay						
	Operators	9					9
	Holidays	12	12				12
	Hours/Holiday	8	8				8
	Average Pay Rate	\$ 20.00					\$ 22.04
	<b>Total</b>	<b>\$ 18,000</b>	<b>\$ 15,487</b>	<b>\$ 2,513</b>	<b>\$ 18,000</b>	<b>\$ 2,000</b>	<b>\$ 20,000</b>

Newport Water Division  
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**RFC Schedule B-6 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50100	Employee Benefits	\$ 12,931	\$ 13,891				\$ 16,446
	Water Quality Production Supv (50%)						\$ 14,190
	Assistant WQP 50%						\$ 28,956
	Water Plant Operator - 3	\$ 25,535	\$ 23,365				\$ 28,561
	Water Plant Operator - 3	\$ 23,572	\$ 23,675				\$ 29,241
	Water Plant Operator - 3	\$ 23,513	\$ 12,048				\$ 27,443
	Water Plant Operator - 2	\$ 23,513	\$ 22,618				\$ 28,804
	Water Plant Operator - 3	\$ 22,538	\$ 23,806				\$ 27,226
	Water Plant Foreman Operator	\$ 21,833	\$ 22,260				\$ 28,924
	Water Plant Operator - 3	\$ 21,849	\$ 23,967				\$ 15,887
	Water Plant Operator - 2	\$ 23,414	\$ 13,468				\$ 28,742
	Water Plant Operator - 3	\$ 21,514	\$ 24,124				\$ 5,100
	Benefits for OT, Holidays, & Annual leave)						
	<b>Total</b>	\$ 220,000	\$ 203,222	\$ -	\$ 203,222	\$ 72,278	\$ 279,500
							Amount in Newport Response to PUC DR 1-2 \$ 275,500
50175	Annual Leave Buyback	\$ 3,500	\$ 3,094	\$ 406	\$ 3,500	\$ 350	\$ 3,850
50212	Conferences & Training						
	RIDOH Required Certifications for 10 employees	\$ 2,000	\$ 1,475		\$ 2,000		\$ 2,000
	Conferences & Training	\$ 1,500			\$ 1,500		\$ 1,500
	<b>total</b>	\$ 3,500	\$ 1,475	\$ 2,025	\$ 3,500	\$ -	\$ 3,500
50239	Fire & Liability Insurance						
	RI Interlocal	\$ 6,000	\$ 6,352	\$ -	\$ 6,352	\$ 7,248	\$ 13,600
50306	Contribution to Electricity Restricted Account						
	Lawton Valley Treatment plant & pumping station						
	3 yr average						
	Annual KWH Usage	1,139,225	1,180,000				1,317,000
	KWH Base rate						\$ 0.0946
	cost of Supply (incl GRT)						\$ 124,628
	taxes						\$ 5,197
	fixed charge		\$ 4,078				\$ 4,078
	delivery charge		\$ 39,613				\$ 46,714
	<b>total cost</b>	\$ 123,000	\$ 113,966	\$ -	\$ 113,966	\$ 66,634	\$ 180,600

Newport Water Division  
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RFC Schedule B-6 Compliance

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50307	Natural Gas						
		3 yr average					
	CCF Annual usage	19240	21,341				19,250
	CCF Base Rate		\$ 1,1131				\$ 1,1264
	Cost of Gas		\$ 18,406				\$ 21,683
	Fixed Charge		\$ 708				\$ 743
	Other charges		\$ 4,581				\$ 5,579
	Gross earnings Tax		\$ 732				\$ 796
	Total Cost	\$ 34,300	\$ 24,427	\$ -	\$ 24,427	\$ 4,473	\$ 28,900
50260	Rental of Equipment						
	Dumpster Rentals		\$ 133				\$ 300
	chemical cylinders		\$ 80				\$ 200
	total	\$ 500	\$ 213	\$ 287	\$ 500	\$ -	\$ 500
50305	Sewer Charge						
	Gallons	22,800,000	8,974,545				37,230,000
	\$/Gal	\$ 0.0060	\$ 0.0060				\$ 0.0065
	Cost	\$ 136,986	\$ 53,847	\$ 83,139	\$ 136,986	\$ 105,014	\$ 242,000
50271	Gas/Vehicle Maintenance						
		1 vehicle					
	gasoline gallons		196				196
	cost/gallon		\$ 2,5684				\$ 2,385
	gasoline cost		\$ 504				\$ 468
	parts/labor		\$ 6,083				\$ 6,860
	insurance		\$ 820				\$ 1,037
	total	\$ 948	\$ 7,407	\$ -	\$ 7,407	\$ 993	\$ 8,400

Newport Water Division  
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**RFC Schedule B-6 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50275	Repairs & Maintenance						
	Painting, welding materials, tools and gases	\$ 5,000	\$ 3,705				\$ 6,000
	Repairs to Clari-Flocculators	\$ 8,000					\$ 5,000
	Electrical Controls & Instrumentation supplies, filters, repair & maintenance, troubleshooting	\$ 12,000					\$ 9,000
	Building Maintenance, floors, heat & hot water	\$ 4,000					\$ 4,000
	Valve update/replacement, pump O&M	\$ 8,000					\$ 8,000
	Priming sytem maintenance, spare parts, rapid mix chem feed & Forest Ave.	\$ 5,000					\$ 5,000
	RIDOH Tank inspections	\$ 3,000	\$ 2,940				\$ 3,000
	Remove Trees over clear well						\$ 3,000
	Fire Alarm testing		\$ 332				\$ 400
	Other	\$ 10,000					
	total	\$ 55,000	\$ 6,977	\$ 36,423	\$ 43,400	\$ -	\$ 43,400



Newport Water Division  
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 FY 2010  
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**RFC Schedule B-6 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50311	Operating Supplies						
	Machine, pump supplies, bearings, pump packing, seals, drill bits, sandpaper, fasteners, miscellaneous tools, V belts, gauges, electrical/test meters	\$ 3,000	\$ 973		\$ 4,500		\$ 4,500
	Generator Service - Ralco	\$ 1,500	\$ 1,936		\$ 2,000		\$ 2,000
	Transfer Switches Service - NET&S		\$ 300		\$ 300		\$ 300
	Harbor controls contract	\$ 10,000	\$ 10,000		\$ 12,700		\$ 12,700
	Elevator Maintenance	\$ 1,600	\$ 2,227		\$ 2,500		\$ 2,500
	SCADA Service - R E Erickson	\$ 11,400					
	<b>Total</b>	<b>\$ 27,500</b>	<b>\$ 15,436</b>	<b>\$ 6,564</b>	<b>\$ 22,000</b>	<b>\$ -</b>	<b>\$ 22,000</b>
50320	Uniforms & protective Gear	\$ 1,000	\$ 614	\$ 386	\$ 1,000	\$ -	\$ 1,000
50335	Chemicals						
	Alum quantity						382,540
	Alum unit \$						\$ 0.210
	Alum Total Cost	\$ 55,772	\$ 57,478				\$ 80,333
	Chlorine quantity						39,130
	Chlorine unit \$						\$ 0.475
	Chlorine Total cost	\$ 18,400	\$ 19,200				\$ 18,587
	Flouride quantity						16,329
	Flouride unit \$						\$ 0.419
	Flouride Total cost	\$ 6,720	\$ -				\$ 6,842
	Sodium chloride quantity						57,553
	Sodium chloride unit \$						\$ 0.986
	Sodium chlorite	\$ 46,355	\$ 57,484				\$ 56,747
	Lime		\$ 20,358				
	Sodium Hydroxide quantity						64,000
	Sodium Hydroxide unit \$						\$ 0.8349
	Sodium Hydroxide Total cost	\$ 44,191	\$ -				\$ 53,434
	<b>total</b>	<b>\$ 171,438</b>	<b>\$ 154,520</b>				<b>\$ 215,943</b>
	<b>rounded</b>	<b>\$ 172,000</b>	<b>\$ 154,520</b>	<b>\$ -</b>	<b>\$ 154,520</b>	<b>\$ 61,480</b>	<b>\$ 216,000</b>
<b>total</b>		<b>\$ 1,237,734</b>	<b>\$ 1,058,872</b>		<b>\$ 1,186,587</b>		<b>\$ 1,601,750</b>

Newport Water Division  
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 Laboratory  
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**RFC Schedule B-7 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50001	Salaries & Wages	\$ 59,637	\$ 54,313				\$ 67,573
	Laboratory Supervisor	\$ 53,017	\$ 48,283				\$ 60,072
	Microbiologist						
	<b>Total</b>	<b>\$ 112,700</b>	<b>\$ 102,596</b>	<b>\$ -</b>	<b>\$ 102,596</b>	<b>\$ 25,104</b>	<b>\$ 127,700</b>
50100	Employee Benefits	\$ 27,271	\$ 26,401				\$ 32,237
	Laboratory Supervisor	\$ 25,932	\$ 25,087				\$ 30,550
	Microbiologist						\$ 210
	Benefits on Annual leave buyback						
	<b>Total</b>	<b>\$ 53,200</b>	<b>\$ 51,488</b>	<b>\$ -</b>	<b>\$ 51,488</b>	<b>\$ 11,512</b>	<b>\$ 63,000</b>
							Amount in Newport Response to PUC DR 1-2 \$ 62,400
50175	Annual Leave Buyback	\$ 2,500	\$ -	\$ 2,500	\$ 2,500	\$ 250	\$ 2,750
50275	Repairs & Maintenance						
	Cleaning, Recalculation & Certification of balances, fume head, thermometers, etc.	\$ 600	\$ 580		\$ 500		\$ 600
	Misc repairs to Equipment	\$ 400	\$ 381		\$ 300		\$ 400
	<b>Total</b>	<b>\$ 1,000</b>	<b>\$ 961</b>	<b>\$ 39</b>	<b>\$ 1,000</b>	<b>\$ -</b>	<b>\$ 1,000</b>

Newport Water Division  
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**RFC Schedule B-7 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
500281	Regulatory Assessment						
	Bacteria, Coliform, pH, Turbid Analysis	\$ 1,277	\$ 1,509				\$ 1,300
	TTHM/HAA5 Analysis	\$ 10,650	\$ 5,384				\$ 12,800
	TOC Analysis	\$ 1,390	\$ 1,116				\$ 1,200
	pb/cu Analysis	\$ 225	\$ 210				\$ 200
	RI DOH Lab Fees	\$ 21,458	\$ 18,342				\$ 19,995
	RIPDES Permit Alum Analysis	\$ -	\$ 725				\$ 1,000
	<b>Total</b>	<b>\$ 35,000</b>	<b>\$ 27,286</b>	<b>\$ -</b>	<b>\$ 27,286</b>	<b>\$ 9,214</b>	<b>\$ 36,500</b>
50339	Laboratory Supplies						
	Buffers, reagents, Standards, gases & misc expendable supplies	\$ 4,247	\$ 2,537				\$ 3,300
	Colisure PA media	\$ 6,208	\$ 2,711				\$ 3,000
	Expendable wipes, gloves, pipets, bottles, glassware	\$ 1,227	\$ 515				\$ 1,500
	Replacement of dispensers, turbidmeters, microscopes meters and other misc equipment	\$ 4,210	\$ 8,269				\$ 5,700
	Replace Glassware washer						\$ 5,000
	<b>total</b>	<b>\$ 16,000</b>	<b>\$ 14,032</b>	<b>\$ 1,968</b>	<b>\$ 16,000</b>	<b>\$ 2,500</b>	<b>\$ 18,500</b>
	<b>total</b>	<b>\$ 220,400</b>	<b>\$ 196,363</b>		<b>\$ 200,870</b>		<b>\$ 248,850</b>



Newport Water Division  
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**RFC Schedule B-8 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50100	Employee Benefits						
	Supervisor Water Dist/Coll 50%	\$ 14,659	\$ 14,262				\$ 17,432
	Maintenance Mechanic	\$ 23,222	\$ 24,628				\$ 28,977
	Heavy Equipment Operator	\$ 23,222	\$ 23,040				\$ 27,640
	Maintenance Mechanic	\$ 23,222	\$ 24,515				\$ 2,824
	Senior Maintenance Mechanic	\$ 23,604	\$ 4,372				\$ 27,416
	Parts/Invent Contol Tech	\$ 21,658	\$ 21,572				\$ 26,512
	Skilled Laborer Equipment Operator	\$ 22,168	\$ 14,788				\$ 17,958
	Engineering Technician	\$ 21,197	\$ 23,893				\$ 29,726
	Skilled Laborer Equipment Operator	\$ 23,523	\$ 19,693				\$ 26,505
	Skilled Laborer Equipment Operator		\$ 3,911				\$ 16,221
	Benefits for OT, Injury & Annual leave Buyba	\$ 525	\$ 912				\$ 5,194
	<b>Total</b>	<b>\$ 197,000</b>	<b>\$ 175,586</b>	<b>\$ 33,270</b>	<b>\$ 208,856</b>	<b>\$ 42,944</b>	<b>\$ 251,800</b>
							Amount in Newport Response to PUC DR 1-2 \$ 249,000
							Reduction to account for vacancies per TSC surrebuttal \$ (24,005)
							Revised Rebuttal Request \$ 224,996
50175	Annual Leave Buyback	\$ 5,300	\$ 2,130	\$ 3,170	\$ 5,300	\$ 600	\$ 5,900
50212	Conferences & Training						
	Continuing Education Units	\$ 3,200					\$ 3,200
	Supervisor Water Dist/ Collect	\$ 670	\$ 319				\$ 670
	Travel	\$ 130					\$ 130
	<b>Total</b>	<b>\$ 4,000</b>	<b>\$ 319</b>	<b>\$ 3,681</b>	<b>\$ 4,000</b>	<b>\$ -</b>	<b>\$ 4,000</b>
50225	Contract Services						
	Welding Services as required	\$ 3,000			\$ 3,000		\$ 2,500
	Water Storage Tank Inspections	\$ 3,000			\$ 3,000		\$ 3,000
	Dig safe Contract	\$ 6,500	\$ 5,425		\$ 6,500		\$ 7,000
	<b>total</b>	<b>\$ 12,500</b>	<b>\$ 5,425</b>	<b>\$ 7,075</b>	<b>\$ 12,500</b>	<b>\$ -</b>	<b>\$ 12,500</b>
50239	Fire & Liability Insurance						
	RI Interlocal	\$ 2,225	\$ 2,355	\$ -	\$ 2,355	\$ 45	\$ 2,400

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**RFC Schedule B-8 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50306	Contribution to Electricity Restricted Account						
	Forest Ave, Goulart Lane, Reservoir Rd 3 year average						
	Annual KWH Usage 119,153	216,000	130,192				131,000
	KWH Base rate		\$ 0.0639				\$ 0.0946
	cost of Supply (incl GRT)		\$ 8,317				\$ 12,397
	taxes						\$ 517
	fixed charge		\$ 1,620				\$ 1,620
	delivery charge		\$ 4,982				\$ 5,041
	total cost	\$ 21,600	\$ 14,919	\$ -	\$ 14,919	\$ 4,681	\$ 19,600
50260	Heavy Equipment Rental						
	Backhoe w/oper 27 hrs @ 100/hr	\$ 2,700					\$ 2,700
	Excavator w/oper 10 hrs @ 160/hr	\$ 1,400					\$ 1,600
	Dump truck 30 hrs @ 65/hr	\$ 1,950					\$ 1,950
	Gas cylinders		\$ 310				
	Waste Management	\$ 380	\$ 365				\$ 380
	Paving Eq. 72 hrs @ \$95/hr.	\$ 6,730					\$ 2,280
	Total	\$ 13,160	\$ 675	\$ 8,225	\$ 8,900	\$ -	\$ 8,900
50271	Gas/Vehicle Maintenance 10 vehicles						
	diesel gallons		1,924				1,924
	cost/gallon		\$ 2.9239				\$ 3.0325
	diesel cost		\$ 5,626				\$ 5,835
	gasoline gallons		7,727				7,727
	cost/gallon		\$ 2.4998				\$ 2.385
	gasoline cost		\$ 19,317				\$ 18,430
	total fuel cost		\$ 24,943				\$ 24,265
	parts/labor		\$ 57,425				\$ 64,767
	insurance		\$ 8,196				\$ 10,367
	total	\$ 67,556	\$ 90,564	\$ -	\$ 90,564	\$ 8,836	\$ 99,400

Newport Water Division  
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**RFC Schedule B-8 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
<b>50275 Repairs &amp; Maintenance</b>							
	Roof	\$ 18,000					\$ 15,000
	Air conditioning overhead doors	\$ 4,000					\$ 4,000
	Miscellaneous equipment racks	\$ 3,000					\$ 3,000
		\$ 5,000	\$ 2,559				\$ 3,000
	total	\$ 30,000	\$ 2,559	\$ 27,441	\$ 30,000	\$ 2,000	\$ 32,000
<b>20276 Main Maintenance</b>							
	Demolition saw and blades	\$ 3,000	\$ 1,604				\$ 2,000
	Permits		\$ 1,196				\$ 1,500
	Detail officers, approx. 10 days @ \$400/per	\$ 3,000	\$ 1,211				\$ 4,000
	Materials for inhouse replacement/repairs of water mains including ductile iron piping/fittings/tapping	\$ 30,800	\$ 13,401				\$ 25,800
	Road fill materials 1,800 tons of gravel	\$ 21,600	\$ 15,195				\$ 29,700
	500 tons stone	\$ 12,000	\$ 14,800				\$ 9,750
	Cold patch @ \$83.75/ton	\$ 6,600	\$ 8,832				\$ 10,050
	Gate Valves	\$ 2,000	\$ 2,000				\$ 2,000
	total	\$ 79,000	\$ 58,239	\$ 20,761	\$ 79,000	\$ 5,800	\$ 84,800

Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Distribution  
 15-500-2241

**RFC Schedule B-8 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50296	Service Maintenance						
	Tap machine for 3/4" - 1" taps	\$ 750					\$ 750
	Service boxes 200 @ \$17/each in 2010, 12C	\$ 3,400	\$ 2,174				\$ 3,400
	Service Keys 4 @ \$110/ea	\$ 440					\$ 440
	Tools, tapping/crimping/cutting/drilling etc.	\$ 1,200					\$ 1,200
	Service Barricades 8 @ \$110/ea	\$ 880					\$ 880
	Safety Cones 100 @ \$15/ea	\$ 1,500					\$ 1,500
	New Services copper tubing 3/4" - 2" 2,000	\$ 14,000	\$ 7,733				\$ 11,000
	Excavation Permits		\$ 1,320				\$ 1,500
	Curb stops, corporations, service saddles, unions, repair couplings, brass fittings	\$ 8,330	\$ 6,263				\$ 8,830
	Detail officers approximately 10 days @ \$40	\$ 3,000					\$ 4,000
		\$ 33,500	\$ 17,490	\$ 16,010	\$ 33,500	\$ -	\$ 33,500
50311	Operating Supplies						
	machine & tool lubricant	\$ 3,000			\$ 3,000		\$ 3,000
	grease guns	\$ 500			\$ 500		\$ 500
	Replacement blades/cutting wheels	\$ 5,000	\$ 6,468		\$ 5,000		\$ 5,000
	chains, bars, tapping tools	\$ 2,500			\$ 2,500		\$ 2,500
	Total	\$ 11,000	\$ 6,468	\$ 4,532	\$ 11,000	\$ -	\$ 11,000
50320	Uniforms & protective Gear	\$ 1,500	\$ 1,141	\$ 359	\$ 1,500	\$ -	\$ 1,500
	total	\$ 936,541	\$ 741,996		\$ 959,394		\$ 1,018,696



Newport Water Division  
 Projected Costs for Rate Filing  
 FY 2010  
 Fire Protection  
 15-500-2245

**RFC Schedule B-9 Compliance**

Account	Description	Docket 3818	Actual FY 2008	Normalizing Adjustments	Normalized Test Year	Rate Year Adjustments	Proposed FY 2010
50275	Repair & Maintenance - Equipment						
	Permits	\$ 1,000	\$ 145				\$ 200
	Main Valves	\$ 1,000	\$ -				\$ -
	Acetylene & Oxygen	\$ 300	\$ -				\$ -
	Repair of wrench	\$ 1,850	\$ -				\$ -
	Hydrant parts	\$ 1,700	\$ 6,512				\$ 5,000
	Hydrant Paint		\$ 1,991				\$ 1,000
	Chain tongs	\$ 650					\$ -
	misc other materials as needed	\$ 3,300	\$ 2,661				\$ 1,600
	Welding of hydrant base	\$ 500	\$ -				\$ 200
	Temporary surface restoration	\$ 3,500					\$ -
	Miscellaneous	\$ 200					\$ -
	New Hydrants 5@ \$1,300 each	\$ -					\$ 6,500
	total	\$ 14,000	\$ 11,310	\$ 2,690	\$ 14,000	\$ 500	\$ 14,500
	total	\$ 14,000	\$ 11,310		\$ 14,000		\$ 14,500

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Debt Service Detail

RFC Schedule C Compliance

Fiscal Year	EXISTING (1)				PROPOSED (2)																								
	Revenue Bonds	2007 SRF A	2008 SRF A \$3.1 M	2008 SRF B \$2.8 M	2009 SRF A \$6.35 M (Easton Pond)			2010 SRF A \$7.1 M (City Agent/Prof. Service for D/B)				2010 SRF B \$3.6 M (Distribution Mains)				2011 SRF A \$11.45 M (Station 1 D/B)			2011 SRF B \$9.12 M (Water Mains)				2012 SRF A \$41.1 M (New Treatment Plant D/B)				Total Annual Debt Service		
	Total	Total	Total	Total	Rate	5.50%		\$ 6,351,532		Rate	6.50%	Loan Amount	\$ 7,629,507	Rate	6.50%	Loan Amount	\$11,450,000	Rate	6.50%	Loan Amount	\$ 9,116,000	Rate	6.50%	Loan Amount	\$ 41,063,340				
	Interest	Principal	Total	Total	Interest	Principal	Total	Drawdown	Interest	Principal	Total	Drawdown	Interest	Principal	Total	Drawdown	Interest	Principal	Total	Drawdown	Interest	Principal	Total	Drawdown	Interest	Principal		Total	Drawdown
2008	1,009,932	72,901			1,213		1,213	3,351,532	3,713		3,713	1,216,200																\$1,242,779	
2009	959,782	211,318	23,347	43,405	1,213		1,213	3,351,532	3,713		3,713	1,216,200	214,500		214,500	3,600,000													\$1,893,101
2010	910,552	211,749	61,894	96,021	137,531		137,531	6,351,532	260,855		260,855	3,916,717	214,500		214,500	3,600,000		204,750		204,750	3,150,000	137,540		137,540	2,116,000				\$2,684,716
2011	642,596	211,990	210,414	201,409	344,300	180,000	524,300	6,351,532	322,791		322,791	5,179,507	228,924		228,924	3,600,000		204,750		204,750	3,150,000	137,540		137,540	2,116,000				\$2,684,716
2012	571,079	211,081	223,206	201,652	334,125	190,000	524,125	6,351,532	464,249	196,509	660,758	7,629,507	223,519	92,723	316,242	3,600,000	570,520	570,520	8,956,000	338,643		338,643	5,316,000	938,232		938,232	11,234,340	\$4,555,537	
2013	388,755	211,034	222,797	201,567	323,400	200,000	523,400	6,351,532	452,292	209,282	661,573	7,629,507	217,762	98,750	316,512	3,600,000	713,573	713,573	11,450,000	568,116	234,795	802,911	9,116,000	2,615,839		2,615,839	14,434,340	\$6,657,962	
2014		210,828	223,120	201,245	312,125	210,000	522,125	6,351,532	439,557	222,885	662,442	7,629,507	211,630	105,169	316,799	3,600,000	696,723	294,911	991,634	554,701	250,057	804,758	9,116,000	2,559,099		2,559,099	41,063,340	\$6,492,049	
2015		211,441	223,220	201,725	300,163	225,000	525,163	6,351,532	425,995	237,372	663,367	7,629,507	205,101	112,005	317,105	3,600,000	678,778	314,080	992,858	540,414	266,311	806,725	9,116,000	2,498,670	1,057,644	3,556,313	41,063,340	\$7,497,917	
2016		210,861	223,078	200,992	287,513	235,000	522,513	6,351,532	411,551	252,802	664,353	7,629,507	198,146	119,285	317,431	3,600,000	659,666	334,495	994,161	525,198	283,621	808,819	9,116,000	2,434,313	1,126,390	3,560,704	41,063,340	\$7,502,912	
2017		210,069	222,689	201,038	274,175	250,000	524,175	6,351,532	396,168	269,234	665,402	7,629,507	190,740	127,039	317,779	3,600,000	639,313	356,237	995,550	508,993	302,056	811,050	9,116,000	2,365,773	1,199,606	3,565,379	41,063,340	\$7,487,130	
2018		184,052	222,051	200,847	260,013	265,000	525,013	6,351,532	379,785	286,734	666,519	7,629,507	182,852	135,296	318,149	3,600,000	617,636	379,393	997,029	491,735	321,690	813,425	9,116,000	2,292,778	1,277,580	3,570,358	41,063,340	\$7,497,443	
2019		210,815	222,133	200,404	245,025	280,000	525,025	6,351,532	362,338	305,372	667,710	7,629,507	174,452	144,090	318,542	3,600,000	594,550	404,053	998,603	473,355	342,600	815,955	9,116,000	2,215,039	1,360,623	3,575,661	41,063,340	\$7,534,848	
2020		210,360	221,915	200,692	229,213	295,000	524,213	6,351,532	343,756	325,221	668,977	7,629,507	165,506	153,456	318,962	3,600,000	569,964	430,317	1,000,281	453,781	364,869	818,650	9,116,000	2,132,246	1,449,063	3,581,309	41,063,340	\$7,545,359	
2021		210,677	222,387	200,698	212,575	310,000	522,575	6,351,532	323,967	346,360	670,327	7,629,507	155,978	163,431	319,409	3,600,000	543,779	458,287	1,002,067	432,934	388,595	821,519	9,116,000	2,044,071	1,543,253	3,587,324	41,063,340	\$7,556,982	
2022		210,752	221,547	200,421	194,975	330,000	524,975	6,351,532	302,891	368,874	671,765	7,629,507	145,831	174,054	319,885	3,600,000	515,893	488,076	1,003,969	410,732	413,843	824,575	9,116,000	1,950,166	1,643,564	3,593,730	41,063,340	\$7,571,618	
2023		210,583	221,404	199,870	176,413	345,000	521,413	6,351,532	280,445	392,850	673,296	7,629,507	135,024	185,367	320,391	3,600,000	486,194	519,801	1,005,995	387,087	440,743	827,830	9,116,000	1,850,156	1,750,396	3,600,552	41,063,340	\$7,581,333	
2024		210,169	221,020	200,025	156,888	365,000	521,888	6,351,532	256,541	418,386	674,927	7,629,507	123,515	197,416	320,931	3,600,000	454,565	553,588	1,008,153	361,905	469,391	831,296	9,116,000	1,743,646	1,864,171	3,607,818	41,063,340	\$7,597,126	
2025		210,489	221,099	199,870	136,263	385,000	521,263	6,351,532	231,082	445,581	676,663	7,629,507	111,258	210,248	321,506	3,600,000	420,879	589,571	1,010,450	335,086	499,902	834,988	9,116,000	1,630,213	1,985,342	3,615,555	41,063,340	\$7,611,884	
2026		209,543	220,951	199,415	114,400	410,000	524,400	6,351,532	203,969	474,544	678,513	7,629,507	98,204	223,914	322,118	3,600,000	385,004	627,893	1,012,898	306,524	532,395	838,919	9,116,000	1,509,407	2,114,390	3,623,796	41,063,340	\$7,630,552	
2027		209,336	221,430	199,634	91,300	430,000	521,300	6,351,532	175,094	505,389	680,483	7,629,507	84,301	238,469	322,770	3,600,000	346,797	668,706	1,015,504	276,105	567,001	843,106	9,116,000	1,380,748	2,251,825	3,632,573	41,063,340	\$7,646,136	
2028		209,832	220,541	199,512	66,963	455,000	521,963	6,351,532	144,341	538,239	682,580	7,629,507	69,495	253,969	323,464	3,600,000	306,107	712,172	1,018,280	243,710	603,856	847,566	9,116,000	1,243,726	2,398,194	3,641,920	41,063,340	\$7,665,656	
2029		210,489	220,278	199,043	41,250	480,000	521,250	6,351,532	111,590	573,225	684,814	7,629,507	53,726	270,477	324,204	3,600,000	262,772	758,464	1,021,236	209,208	643,107	852,315	9,116,000	1,097,798	2,554,076	3,651,874	41,063,340	\$7,475,013	
2030			223,522	203,109	14,025	510,000	524,025	6,351,532	76,710	610,484	687,194	7,629,507	39,933	288,058	324,991	3,600,000	216,620	807,764	1,024,384	172,464	684,909	857,373	9,116,000	942,385	2,720,091	3,662,476	41,063,340	\$7,507,074	
2031									39,562	650,166	689,728	7,629,507	19,048	306,782	325,830	3,600,000	167,489	860,268	1,027,737	133,331	729,428	862,759	9,116,000	776,869	2,896,897	3,673,766	41,063,340	\$6,579,820	
2032																	115,122	916,186	1,031,308	91,655	776,841	868,496	9,116,000	600,596	3,085,195	3,685,791	41,063,340	\$5,585,594	
2033																	59,373	975,738	1,035,111				9,116,000	412,864	3,285,733	3,698,597	41,063,340	\$4,733,708	
2034																								212,930	3,499,306	3,712,236	41,063,340	\$3,712,236	
2035																													
2036																													

(1) Debt service on existing debt based on debt service schedules provided by the City of Newport.

(2) Debt service on proposed loans assumes interest only payments on amounts expended until completion of construction.

City of Newport, Rhode Island  
 FY 2010 Rate Filing  
 Development of Legal & Administrative and Data Processing Charges

RFC Schedule D Compliance

Determination of Budget Percentages

	FY2009 Adopted Budget	Percentage
Total General Fund Budget (Adopted)	76,683,576	
Add: Equipment Operations Fund	1,449,071	
Less:		
80 % of School Appropriation	(18,514,180)	
96% of Library Appropriation	(1,588,960)	
Civic Support Requests	(183,900)	
<b>Total General Fund Budget For Allocation</b>	<b>57,845,607</b>	<b>67.69%</b>
Water Fund	11,284,853	13.21%
WPC Fund	12,628,836	14.78%
Maritime Fund	1,483,000	1.74%
Beach Fund	866,324	1.01%
Parking Fund	1,347,952	1.58%
<b>Combined Budgets</b>	<b>85,456,572</b>	<b>100.00%</b>

Allocation of Legal and Administrative Costs to Enterprise Funds

Allocated Item	Cost To Be Allocated	Beach										
		Water %	Water Fund	WPC %	WPC Fund	Mar %	Maritime	%	Beach	Park %	Parking	
Audit Fees	\$ 84,875	6.18%	5,245	6.00%	5,093	2.00%	1,698	2.00%	1,698	2.00%	1,698	
OPEB Contribution (1)	\$ 3,500,000	0.00%	-	0.00%	-	0.07%	2,450	0.09%	3,150	0.00%	-	
City Council	\$ 76,655	5.75%	4,408	1.97%	1,510	2.96%	2,269	2.13%	1,633	2.79%	2,139	
City Clerk	\$ 319,706	1.00%	3,197	1.97%	6,298	2.96%	9,463	2.13%	6,810	2.79%	8,920	
City Manager	\$ 418,103	13.21%	55,212	14.12%	59,036	1.66%	6,941	0.97%	4,056	1.51%	6,313	
Human Resources	\$ 303,388	10.06%	30,521	0.44%	1,335	0.47%	1,426	0.74%	2,245	0.18%	546	
City Solicitor	\$ 144,589	13.21%	19,093	14.12%	20,416	1.66%	2,400	0.97%	1,403	1.51%	2,183	
Finance Admin 80%	\$ 149,585	13.21%	19,753	14.12%	21,121	1.66%	2,483	0.97%	1,451	1.51%	2,259	
Finance Admin 5%	\$ 18,698	37.00%	6,918	8.00%	1,496	0.00%	-	0.00%	-	2.50%	467	
Purchasing	\$ 90,123	18.60%	16,763	1.20%	1,081	3.10%	2,794	5.90%	5,317	3.50%	3,154	
Assessment	\$ 113,456	5.00%	5,673									
Collections	\$ 313,663	15.26%	47,865	15.26%	47,865	0.00%	-	0.00%	-	18.70%	58,655	
Accounting - 5%	\$ 9,749	100.00%	9,749	0.00%	-		-		-	0.00%	-	
Accounting	\$ 383,951	16.90%	64,888	0.97%	3,724	2.60%	9,983	3.90%	14,974	2.70%	10,367	
Public Safety	\$ 28,531,884	0.00%	-	0.17%	48,504	0.04%	11,413	0.05%	14,266	0.25%	71,330	
Facilities Maintenance	\$ 823,521	1.47%	12,106	4.00%	32,941		-	18.60%	153,175			

Legal & Administrative 301,391  
 rounded \$ 301,400

Allocation of Data Processing Costs to Enterprise Funds

Allocated Item	Cost To Be Allocated	Beach										
		Water %	Water Fund	WPC %	WPC Fund	Mar %	Maritime	%	Beach	Park %	Parking	
MIS - Communications Cost	\$ 328,960	7.90%	25,988	3.30%	10,856	1.26%	4,145	1.67%	5,494	0.84%	2,763	
MIS - Other Costs	\$ 841,172	13.21%	111,080	14.12%	118,773	1.66%	13,963	0.97%	8,159	1.51%	12,702	

Data Processing (1) 137,068  
 rounded \$ 137,000

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
PUBLIC UTILITIES COMMISSION

IN RE: CITY OF NEWPORT, UTILITIES DEPARTMENT, WATER DIVISION  
APPLICATION TO CHANGE RATE SCHEDULES

DOCKET NO: 4025

COMPLIANCE TARIFFS

SCHEDULE

A	PUBLIC FIRE PROTECTION
B	PRIVATE FIRE PROTECTION
C	BILLING CHARGE
D	METERED SALES - NEWPORT
E	METERED SALES - NAVY
F	METERED SALES - PORTSMOUTH
G	MISCELLANEOUS CHARGES

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
PUBLIC UTILITIES COMMISSION

IN RE: CITY OF NEWPORT, UTILITIES DEPARTMENT, WATER DIVISION  
APPLICATION TO CHANGE RATE SCHEDULES

DOCKET NO: 4025

SCHEDULE A

PUBLIC FIRE PROTECTION

Applicability:

Applicable throughout the entire territory served by the Newport Water Division for public fire protection.

Rates:

Per Hydrant \$869.00

Terms of Payment:

All bills for public fire service furnished under this schedule are rendered in advance monthly and are due and payable in full when rendered.

Effective: July 1, 2009

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
PUBLIC UTILITIES COMMISSION

IN RE: CITY OF NEWPORT, UTILITIES DEPARTMENT, WATER DIVISION  
APPLICATION TO CHANGE RATE SCHEDULES

DOCKET NO: 4025

SCHEDULE B

PRIVATE FIRE PROTECTION

Applicability:

Applicable throughout the entire territory served by the Newport Water Division for services to private fire protection facilities.

Rates:

For each service connection to the Newport Water Division's mains used wholly or in part to supply fire protection appliances owned and maintained by the customer, the following charges shall apply:

	<u>Per Annum</u>
For each connection less than 2 inch	\$17.05
For each 2 inch connection	\$72.00
For each 4 inch connection	\$442.00
For each 6 inch connection	\$884.00
For each 8 inch connection	\$2,023.00
For each 10 inch connection	\$3,340.00
For each 12 inch connection	\$5,362.00

No additional charge shall be made for private protection appliances owned and maintained by the customer.

Method of Payment:

All bills for private fire services under this schedule are rendered annually in advance and are due and payable in full when rendered.

Effective: July 1, 2009

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
PUBLIC UTILITIES COMMISSION

IN RE: CITY OF NEWPORT, UTILITIES DEPARTMENT, WATER DIVISION  
APPLICATION TO CHANGE RATE SCHEDULES

DOCKET NO: 4025

SCHEDULE C

BILLING CHARGE

Applicability:

Applicable throughout the entire territory served by the Newport Water Division for industrial, commercial and residential users, exclusive of fire service connections.

Rates:

For each meter connected to the Newport Water Division's mains the following charges shall apply:

Billing Charge	\$15.31
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Method of Payment:

All billing charges under this schedule are rendered in advance concurrent with the billing cycle, monthly or quarterly and are due and payable in full when rendered.

Effective: July 1, 2009

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
PUBLIC UTILITIES COMMISSION

IN RE: CITY OF NEWPORT, UTILITIES DEPARTMENT, WATER DIVISION  
APPLICATION TO CHANGE RATE SCHEDULES

DOCKET NO: 4025

SCHEDULE D

METERED SALES

Applicability:

General metered service in the entire territory served by the Newport Water Division.

Rates:

For all quantities used except for private fire protection and bulk sales the following rates shall apply:

<u>Customer Class</u>	<u>Rate Per Thousand Gallons</u>
Residential	\$5.25
Commercial	\$5.25
Governmental	\$5.25

Terms of Payment:

All metered sales under this schedule are rendered in arrears monthly or quarterly at the option of Newport Water Division and are due and payable in full when rendered.

Effective: July 1, 2009



STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
PUBLIC UTILITIES COMMISSION

IN RE: CITY OF NEWPORT, UTILITIES DEPARTMENT, WATER DIVISION  
APPLICATION TO CHANGE RATE SCHEDULES

DOCKET NO: 4025

SCHEDULE E

METERED SALES

Applicability:

General metered service to the Department of the Navy, Naval Station Newport served by the Newport Water Division.

Rates:

For all quantities used except for private fire protection and bulk sales the following rates shall apply:

\$3.2280 per thousand gallons

Terms of Payment:

All metered sales under this schedule are rendered in arrears monthly and are due and payable in full when rendered.

Effective: July 1, 2009

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
PUBLIC UTILITIES COMMISSION

IN RE: CITY OF NEWPORT, UTILITIES DEPARTMENT, WATER DIVISION  
APPLICATION TO CHANGE RATE SCHEDULES

DOCKET NO: 4025

SCHEDULE F

METERED SALES

Applicability:

General metered service to the Portsmouth Water and Fire Districts served by the Newport Water Division.

Rates:

For all quantities used except for private fire protection and bulk sales the following rates shall apply:

\$2.573 per thousand gallons

Terms of Payment:

All metered sales under this schedule are rendered in arrears monthly and are due and payable in full when rendered.

Effective: July 1, 2009

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
PUBLIC UTILITIES COMMISSION

IN RE: CITY OF NEWPORT, UTILITIES DEPARTMENT, WATER DIVISION  
APPLICATION TO CHANGE RATE SCHEDULES

DOCKET NO: 4025

SCHEDULE G

MISCELLANEOUS CHARGES

1. Temporary Water Services: Applicable to all temporary meters furnished by the Water Division for temporary purposes such as construction or renovation. Charges are withheld from the water user's \$100.00 deposit upon removal of the temporary meter.

Water consumed will be charged at PUC approved retail rate per 1,000 gals.

Meter rental charge: \$5.00 per day

Labor charge: Cost plus 75% overhead

Minimum Charge: \$60.00

2. Meter Test: Applicable to all meters returned to the Water Division for testing. Charges are payable in advance. If upon completion of the test, the meter is found to be in excess of 2%, plus or minus, of actual, the charge is refunded.

Charge: Meter sizes 2-inches or less - \$65.00

Meter sizes greater than 2-inches – Labor cost plus 75% overhead, and contractor cost, plus 25% overhead

3. Seasonal Turn-on and Turn-off: Applicable to all meters installed or removed for seasonal users.

Charge: During Business Hours (7:30 am to 3:30 pm, Monday through Friday) – \$40.00

After Business Hours: (3:30 p.m. to 7:30 a.m., Monday through Friday, and Saturdays, Sundays and Holidays) Labor cost plus 75% overhead (with notice to customer)

4. Turn-on Charge: Applicable to all services turned on after the cessation of a specific violation which resulted in the service shut off. Charges are payable prior to turn on.

Charge: During Business Hours (7:30 am to 3:30 pm, Monday through Friday) – \$40.00

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
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APPLICATION TO CHANGE RATE SCHEDULES

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After Business Hours: (3:30 p.m. to 7:30 a.m., Monday through Friday, and Saturdays, Sundays and Holidays) Labor cost plus 75% overhead (with notice to customer)

5. Meter Service: Applicable to all meter installations and maintenance due to breakage, tampering, overheating or freezing because of owner neglect or abuse.

Charge: Material and equipment costs plus 25% and Labor cost plus 75%. If applicable, \$50.00 tapping charge for new service and Police details at cost.

6. Interest on Delinquent Water Accounts: Amounts not paid by DUE DATE will accumulate a penalty of 18% per annum (1.5% per month) from the DUE DATE through the PAYMENT DATE. DUE DATE is 30 days after the BILLING DATE and is listed on each billing statement, and the BILLING DATE is the date on which the billing statement was mailed and also is listed on each billing statement.

7. Interim Water Bills: \$35.00.each for requested interim bills including meter reading.

8. Sample Testing: Charge assessed for the laboratory testing of water samples at customer request.

Charge: Cost of materials and testing charges plus 25% overhead and labor costs plus 75% overhead

9. Flow Testing: Charge assessed for the flow testing of service connections at customer request.

Charge: Labor costs plus 75% overhead \$40.00 minimum charge

10. Pressure Testing: Charge assessed for the pressure testing of existing or proposed service connections at customer request.

Charge: Labor costs plus 75% overhead \$40.00 minimum charge

11. Service Application Fee: Charge assessed at time that application for water service is submitted.

Charge: Residential Service - \$60.00  
Commercial Service - \$100.00

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12. Statement Charge: Charge assessed at time that request for a copy of a billing statement is submitted.

Charge: \$2.50 per statement

13. Photocopying: Charge assessed for copying of documents. Fee payable at time copies are made.

Charge: Letter or legal size copy - \$0.15 per page  
Distribution Sheet - \$3.00 per copy

Effective Date: July 1, 2009