



Haverlock, Estey & Curran, LLC
Certified Public Accountants • Consultants

William H. Estey, CPA
Peter D. Curran, CPA
Steven D. Carr, CPA
Daniel A. Ryan, CPA
Vicki J. Vincent, CPA
Gayle M. Davis, CPA
Stephen L. Spencer, CPA
Keith P. Bourgoin, CPA
Randy S. Baker, CPA

ELECTRONICALLY FILED ON 11/27/2015

November 27, 2015

Mr. Harry Lanphear
Administrative Director
Public Utility Commission
State House Station #18
Augusta, ME 04333-0018

RE: Bar Harbor Water Division, Proposed Rate Change Pursuant to 35-A M.R.S.A -6104
(\$293,961 or 16.20% Increase in Revenue)

Dear Mr. Lanphear

On behalf of the Bar Harbor Water Division, Haverlock, Estey & Curran, LLC is filing electronically the final request for a rate change to become effective on January 1, 2016. We have also included a copy of the legal notice and final schedules of rates. A copy of supporting material was available to customers at the Bar Harbor Town Office located at 93 Cottage St, Bar Harbor, ME through the scheduled public hearing on November 17, 2015. The legal notice was publicized in a local newspaper at least 14 days prior to the hearing as required by statute and attached for you reference. The minutes to the public hearing have been included. The public hearing generated questions from two members of the audience and some comments from the Town Council.

Please do not hesitate to call us or the Town of Bar Harbor Water Division for additional information or clarification. Inquires should be directed to Keith Bourgoin, CPA at 945-5695 or Stan Harmon (Finance Director) Town of Bar Harbor Water Division at 288-5096.

Very truly yours

HAVERLOCK, ESTEY & CURRAN

Keith Bourgoin, CPA

Cc: Timothy Schneider, Public Advocate
Stan Harmon, Town of Bar Harbor

TOWN OF BAR HARBOR WATER DIVISION
BAR HARBOR, MAINE 04609

INFORMATIONAL RATE FILING

EXHIBITS AND SCHEDULES
FILED UNDER 35-A M.R.S.A. SECTION 6104

Submitted: October 15, 2015
Hearing Date: November 17, 2015
Proposed Effective Date: January 1, 2016
PUC Docket No.: 2015-00317

Prepared by: Haverlock, Estey & Curran CPA'S
8 Commerce Court
Hampden, ME 04444
207-945-5695

TOWN OF BAR HARBOR WATER DIVISION
BAR HARBOR, MAINE 04609

STATE OF MAINE
PUBLIC UTILITIES COMMISSION

SCHEDULE OF RATES

NO SUPPLEMENT WILL BE ISSUED
CHANGES WILL BE MADE BY REVISED
OR ADDITIONAL SHEETS

Submitted: October 15, 2015
Proposed Effective Date: January 1, 2016
PUC Docket No.: 2015-00317

Stanley W. Harmon
Finance Director
Town of Bar Harbor Water Div

*TOWN OF BAR HARBOR WATER DIVISION
BAR HARBOR, MAINE 04609
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TOWN OF BAR HARBOR WATER DIVISION
STATEMENT OF GROSS REVENUE REQUIREMENT
FOR THE YEAR ENDING DECEMBER 31, 2016

Acct	Account Name	2012	2013	2014	adjustment		Pro Forma
601	Salaries and Wages - Employees	298,071	312,560	319,684	1	(28,459)	291,225
603	Salaries and Wages - O & D	-	-	-	2	-	-
604	Employee Pensions and Benefits	112,193	232,964	112,516	3	484	113,000
610	Purchased Water	-	-	-	4	-	-
615	Purchased Power	18,659	26,849	37,518	5	(3,218)	34,300
616	Fuel for Power Production	11,997	9,826	13,660	6	(5,160)	8,500
618	Chemicals	46,039	58,352	73,679	7	(79)	73,600
620	Materials & Supplies	177,842	146,872	165,751	8	21,949	187,700
631	Contractual Services - Eng	4,594	-	-	9	-	-
632	Contractual Services - Acct	1,900	1,924	1,950	10	50	2,000
633	Contractual Services - Legal	825	2,254	908	11	92	1,000
634	Contractual Services - Mgmt Fee	62,100	67,807	75,661	12	1,315	76,976
635	Contractual Services - Other	90,185	84,614	100,054	13	(4,244)	95,810
641	Rental of Building/Real Property	20,900	21,550	44,416	14	34,564	78,980
642	Rental of Equipment	-	-	-	15	-	-
650	Transportation Expenses	22,071	20,571	16,114	16	7,086	23,200
656	Insurance - Vehicle	1,568	2,224	1,863	17	337	2,200
657	Insurance - General Liability	4,497	5,162	5,439	18	961	6,400
658	Insurance - Workman's Comp	7,318	5,827	5,848	19	1,352	7,200
659	Insurance - Other	3,610	6,324	5,922	20	(422)	5,500
660	Advertising Expense	2,111	1,962	1,413	21	687	2,100
666	Regulatory Commission Expenses	5,837	4,900	4,900	22	-	4,900
667	Regulatory Comm Exp Other	-	-	-	23	-	-
670	Bad Debt Expense	800	500	300	24	700	1,000
675	Miscellaneous Expenses	8,149	6,898	10,658	25	5,742	16,400
	TOTAL EXPENSES	901,266	1,019,940	998,254	B	33,737	1,031,991
	Interest Expense	119,782	140,028	130,987	D	32,477	163,464
	Principal Repayment	322,515	449,984	459,913	D	106,315	566,228
	Reserves	-	-	-		-	-
	TOTAL EXPENSES PLUS DEBT	1,343,563	1,609,952	1,589,154		172,529	1,761,683

Contingency Allowance		
Operating Expense	1,031,991	
Depreciation	204,000	
Taxes other than income	30,800	FICA, Regulatory Assessment
Amortization	759	
Income Items	(5,400)	Interest and Jobbing plus other revenues
Debt Service:		
Interest	163,464	2016, 2017, 2018 average
Principal	566,228	2016, 2017, 2018 average
Reserves	-	
TOTAL BASE	1,991,842	
Contingency Allowance	5%	
	99,592	

GROSS REVENUE	
All expenses	1,991,842
Contingency Allowance	99,592
Gross Revenue	2,091,434

TOWN OF BAR HARBOR WATER DIVISION
STATEMENT OF PRO FORMA ADJUSTMENTS
FOR THE YEAR ENDING DECEMBER 31, 2016

Pro Forma Adjustments

<u>Operation and Maintenance</u>	<u>Adjustment</u>	<u>Pro Forma</u>
1 Salaries and Wages - Employees (budgeted)	\$ (28,459)	\$ 291,225
2 Salaries and Wages - O & D	\$ -	\$ -
3 Employee Pensions and Benefits (budgeted)	\$ 484	\$ 113,000
4 Purchased Water (budgeted)	\$ -	\$ -
5 Purchased Power - (budgeted)	\$ (3,218)	\$ 34,300
6 Fuel for Power Production - (budgeted)	\$ (5,160)	\$ 8,500
7 Chemicals - (budgeted)	\$ (79)	\$ 73,600
8 Materials & Supplies - (budgeted)	\$ 21,949	\$ 187,700
9 Contractual Services - Eng - (budgeted)	\$ -	\$ -
10 Contractual Services - Acct - (budgeted)	\$ 50	\$ 2,000
11 Contractual Services - Legal - (budgeted)	\$ 92	\$ 1,000
12 Contractual Services - Mgmt Fee (budgeted)	\$ 1,315	\$ 76,976
13 Contractual Services - Other - (budgeted)	\$ (4,244)	\$ 95,810
14 Rental of Building/Real Property (budgeted)	\$ 34,564	\$ 78,980
15 Rental of Equipment - (budgeted)	\$ -	\$ -
16 Transportation Expenses - (budgeted)	\$ 7,086	\$ 23,200
17 Insurance - Vehicle - (budgeted)	\$ 337	\$ 2,200
18 Insurance - General Liability - (budgeted)	\$ 961	\$ 6,400
19 Insurance - Workman's Comp - (budgeted)	\$ 1,352	\$ 7,200
20 Insurance - Other - (budgeted)	\$ (422)	\$ 5,500
21 Advertising Expense - (budgeted)	\$ 687	\$ 2,100
22 Regulatory Commission Expenses - (rate case amortization)	\$ -	\$ 4,900
23 Regulatory Comm Exp Other	\$ -	\$ -
24 Bad Debt Expense (budgeted)	\$ 700	\$ 1,000
25 Miscellaneous Expenses (budgeted)	\$ 5,742	\$ 16,400
Total Operation and Maintenance	\$ 33,737	\$ 1,031,991
Debt Service		
A Interest Expenses - (based on actual anticipated cost)	\$ 32,477	\$ 163,464
B Principal Payment - (based on actual anticipated payback)	\$ 106,315	\$ 566,228
C Reserves	\$ -	\$ -
Total Operating and Debt Service Adjustments	<u>\$ 172,529</u>	<u>\$ 1,761,683</u>

**TOWN OF BAR HARBOR WATER DIVISION
BILLING ANALYSIS
FOR THE YEAR ENDING DECEMBER 31, 2014
SUMMARY**

		TEST YEAR 2014		PRO FORMA		
		<u>Gross</u>		<u>Gross</u>		
Residential						
461.1	Annual Metered (see detail)	\$	376,777	\$	431,216	14%
	Seasonal Metered (see detail)	\$	106,082	\$	121,416	14%
			\$ 482,859		\$ 552,632	14%
Commercial						
461.2	Annual Metered (see detail)	\$	291,038	\$	333,084	14%
	Seasonal Metered (see detail)	\$	235,761	\$	269,844	14%
			\$ 526,799		\$ 602,927	14%
Industrial						
461.3	Annual Metered (see detail)	\$	134,135	\$	153,529	14%
	Seasonal Metered (see detail)	\$	2,823	\$	3,231	14%
			\$ 136,958		\$ 156,760	14%
Governmental						
461.4	Annual Metered (see detail)	\$	29,743	\$	34,039	14%
	Seasonal Metered (see detail)	\$	21,894	\$	25,059	14%
			\$ 51,637		\$ 59,098	14%
TOTAL METERED			\$ 1,198,253		\$ 1,371,417	14%
Private Fire Protection	462.2		\$ 107,952		\$ 123,558	14%
Other Revenues	471		\$ 13,191		\$ 10,800	-18%
Public Fire Protection	461.1		\$ 480,468		\$ 585,602	22%
TOTAL REVENUES			\$ 1,799,864		\$ 2,091,377	16%

TOWN OF BAR HARBOR WATER DIVISION
BILLING ANALYSIS AND REPRESENTATIVE BILLS
FOR THE YEAR ENDING DECEMBER 31, 2014
METERED ANNUAL CUSTOMERS

TEST YEAR 2014					PRO FORMA	
<u>Residential</u>						
	Meter Size	# of Bills	Rate	Gross Sales	Rate	Gross Sales
461.1	5/8"	3252	\$ 66.55	\$ 216,421	\$ 76.17	\$ 247,707
	3/4"	512	\$ 89.75	\$ 45,952	\$ 102.69	\$ 52,580
	1"	104	\$ 136.13	\$ 14,158	\$ 155.73	\$ 16,196
	1.5"	16	\$ 252.08	\$ 4,033	\$ 288.33	\$ 4,613
	2"	13	\$ 391.22	\$ 5,086	\$ 447.45	\$ 5,817
	3"	16	\$ 591.98	\$ 9,472	\$ 677.72	\$ 10,843
	USAGE - OVERAGE	25,771	\$ 3.17	\$ 81,656	\$ 3.63	\$ 93,460
				<u>\$ 376,777</u>		<u>\$ 431,216</u>
<u>Commercial</u>						
	Meter Size	# of Bills	Rate	Gross Sales	Rate	Gross Sales
461.2	5/8"	499	\$ 66.55	\$ 33,208	\$ 76.17	\$ 38,009
	3/4"	232	\$ 89.75	\$ 20,822	\$ 102.69	\$ 23,825
	1"	128	\$ 136.13	\$ 17,425	\$ 155.73	\$ 19,933
	1.5"	38	\$ 252.08	\$ 9,579	\$ 288.33	\$ 10,957
	2"	92	\$ 391.22	\$ 35,992	\$ 447.45	\$ 41,165
	3"	28	\$ 591.98	\$ 16,575	\$ 677.72	\$ 18,976
	4"	4	\$ 807.98	\$ 3,232	\$ 926.13	\$ 3,705
	6"	4	\$ 1,347.98	\$ 5,392	\$ 1,547.13	\$ 6,189
	USAGE - OVERAGE	65,570	\$ 2.27	\$ 148,813	\$ 2.60	\$ 170,326
				<u>\$ 291,038</u>		<u>\$ 333,084</u>
<u>Industrial</u>						
	Meter Size	# of Bills	Rate	Gross Sales	Rate	Gross Sales
461.3	5/8"	25	\$ 66.55	\$ 1,664	\$ 76.17	\$ 1,904
	3/4"	24	\$ 89.75	\$ 2,154	\$ 102.69	\$ 2,465
	1"	28	\$ 136.13	\$ 3,812	\$ 155.73	\$ 4,360
	1.5"	12	\$ 252.08	\$ 3,025	\$ 288.33	\$ 3,460
	2"	29	\$ 391.22	\$ 11,345	\$ 447.45	\$ 12,976
	3"	18	\$ 591.98	\$ 10,656	\$ 677.72	\$ 12,199
	4"	12	\$ 807.98	\$ 9,696	\$ 926.13	\$ 11,114
	USAGE - OVERAGE	65,711	\$ 1.40	\$ 91,783	\$ 1.60	\$ 105,051
				<u>\$ 134,135</u>		<u>\$ 153,529</u>
<u>Governmental</u>						
	Meter Size	# of Bills	Rate	Gross Sales	Rate	Gross Sales
461.4	5/8"	31	\$ 66.55	\$ 2,063	\$ 76.17	\$ 2,361
	3/4"	16	\$ 89.75	\$ 1,436	\$ 102.69	\$ 1,643
	1"	9	\$ 136.13	\$ 1,225	\$ 155.73	\$ 1,402
	1.5"	20	\$ 252.08	\$ 5,042	\$ 288.33	\$ 5,767
	2"	19	\$ 391.22	\$ 7,433	\$ 447.45	\$ 8,501
	3"	8	\$ 591.28	\$ 4,730	\$ 677.72	\$ 5,422
	USAGE - OVERAGE	2,612	\$ 2.99	\$ 7,814	\$ 3.42	\$ 8,944
				<u>\$ 29,743</u>		<u>\$ 34,039</u>

TOWN OF BAR HARBOR WATER DIVISION
BILLING ANALYSIS AND REPRESENTATIVE BILLS
FOR THE YEAR ENDING DECEMBER 31, 2014
METERED SEASONAL CUSTOMERS

TEST YEAR 2014					PRO FORMA	
<u>Residential</u>						
	Meter Size	# of Bills	Rate	Gross Sales	Rate	Gross Sales
461.1	5/8"	186	\$ 176.17	\$ 32,768	\$ 201.63	\$ 37,503
	3/4"	29	\$ 238.22	\$ 6,908	\$ 272.66	\$ 7,907
	1"	16	\$ 362.35	\$ 5,798	\$ 414.73	\$ 6,636
	1.5"	2	\$ 672.68	\$ 1,345	\$ 769.92	\$ 1,540
	2"	4	\$ 1,011.91	\$ 4,048	\$ 1,158.19	\$ 4,633
	USAGE - OVERAGE	56,108	\$ 0.98	\$ 55,215	\$ 1.13	\$ 63,197
				\$ 106,082		\$ 121,416
<u>Commercial</u>						
	Meter Size	# of Bills	Rate	Gross Sales	Rate	Gross Sales
461.2	5/8"	66	\$ 176.17	\$ 11,627	\$ 201.63	\$ 13,307
	3/4"	26	\$ 238.22	\$ 6,194	\$ 272.66	\$ 7,089
	1"	38	\$ 362.35	\$ 13,769	\$ 414.73	\$ 15,760
	1.5"	18	\$ 672.68	\$ 12,108	\$ 769.92	\$ 13,859
	2"	6	\$ 1,011.91	\$ 6,071	\$ 1,158.19	\$ 6,949
	3"	1	\$ 1,416.67	\$ 1,417	\$ 1,621.47	\$ 1,621
	6"	1	\$ 3,440.45	\$ 3,440	\$ 3,937.81	\$ 3,938
	USAGE - OVERAGE	78,003	\$ 2.32	\$ 181,135	\$ 2.66	\$ 207,320
				\$ 235,761		\$ 269,844
<u>Industrial</u>						
	Meter Size	# of Bills	Rate	Gross Sales	Rate	Gross Sales
461.3	5/8"	1	\$ 176.17	\$ 176	\$ 201.63	\$ 202
	3/4"	0	\$ 238.22	\$ -	\$ 272.66	\$ -
	1"	2	\$ 362.35	\$ 725	\$ 414.73	\$ 829
	1.5"	0	\$ 672.68	\$ -	\$ 769.92	\$ -
	USAGE - OVERAGE	1,471	\$ 1.31	\$ 1,922	\$ 1.50	\$ 2,200
				\$ 2,823		\$ 3,231
<u>Governmental</u>						
	Meter Size	# of Bills	Rate	Gross Sales	Rate	Gross Sales
461.4	5/8"	4	\$ 176.17	\$ 705	\$ 201.63	\$ 807
	3/4"	4	\$ 238.22	\$ 953	\$ 272.66	\$ 1,091
	1"	3	\$ 362.35	\$ 1,087	\$ 414.73	\$ 1,244
	1.5"	2	\$ 672.68	\$ 1,345	\$ 769.92	\$ 1,540
	2"	3	\$ 1,011.91	\$ 3,036	\$ 1,158.19	\$ 3,475
	USAGE - OVERAGE	7,190	\$ 2.05	\$ 14,768	\$ 2.35	\$ 16,903
				\$ 21,894		\$ 25,059

TOWN OF BAR HARBOR WATER DIVISION
SAMPLE BILLS

Annual Meters - Quarterly Billing										
Size	Allowance cu. Ft.	Sample usage cu ft.	Excess cu. Ft.		Test Year		Pro Forma		Increase	
					Rate	Amount	Rate	Amount	Amount	%
5/8"	1,200	1,500		Base Charge	\$ 66.55	\$ 66.55	\$ 76.17	\$ 76.17		
			300	Excess Charge	\$ 3.86	\$ 11.58	\$ 4.42	\$ 13.26		
				Total		\$ 78.13		\$ 89.43	\$ 11.30	14.5%
		3,000		Base Charge	\$ 66.55	\$ 66.55	\$ 76.17	\$ 76.17		
			1,800	Excess Charge	\$ 3.86	\$ 69.48	\$ 4.42	\$ 79.56		
				Total		\$ 136.03		\$ 155.73	\$ 19.70	14.5%
3/4"	1,800	3,000		Base Charge	\$ 89.75	\$ 89.75	\$ 102.69	\$ 102.69		
			1,200	Excess Charge	\$ 3.86	\$ 46.32	\$ 4.42	\$ 53.04		
				Total		\$ 136.07		\$ 155.73	\$ 19.66	14.5%
		5,000		Base Charge	\$ 89.75	\$ 89.75	\$ 102.69	\$ 102.69		
			3,200	Excess Charge	\$ 3.86	\$ 123.52	\$ 4.42	\$ 141.44		
				Total		\$ 213.27		\$ 244.13	\$ 30.86	14.5%
1"	3,000	5,000		Base Charge	\$ 136.13	\$ 136.13	\$ 155.73	\$ 155.73		
			2,000	Excess Charge	\$ 3.86	\$ 77.20	\$ 4.42	\$ 88.40		
				Total		\$ 213.33		\$ 244.13	\$ 30.80	14.4%
		15,000		Base Charge	\$ 136.13	\$ 136.13	\$ 155.73	\$ 155.73		
			9,000	Excess Charge Blk 1	\$ 3.86	\$ 347.40	\$ 4.42	\$ 397.80		
			3,000	Excess Charge Blk 2	\$ 1.81	\$ 54.30	\$ 2.07	\$ 62.10		
		Total		\$ 537.83		\$ 615.63	\$ 77.80	14.5%		
1 1/2"	6,000	10,000		Base Charge	\$ 252.08	\$ 252.08	\$ 288.33	\$ 288.33		
			4,000	Excess Charge	\$ 3.86	\$ 154.40	\$ 4.42	\$ 176.80		
				Total		\$ 406.48		\$ 465.13	\$ 58.65	14.4%
		15,000		Base Charge	\$ 252.08	\$ 252.08	\$ 288.33	\$ 288.33		
			6,000	Excess Charge Blk 1	\$ 3.86	\$ 231.60	\$ 4.42	\$ 265.20		
			3,000	Excess Charge Blk 2	\$ 1.81	\$ 54.30	\$ 2.07	\$ 62.10		
		Total		\$ 537.98		\$ 615.63	\$ 77.65	14.4%		

TOWN OF BAR HARBOR WATER DIVISION
SAMPLE BILLS (CONT.)

Annual Meters - Quarterly Billing										
Size	Allowance cu. Ft.	Sample usage cu ft.	Excess cu. Ft.		Test Year		Pro Forma		Increase	
					Rate	Amount	Rate	Amount	Amount	%
2"	9,600	12000		Base Charge	\$ 391.22	\$ 391.22	\$ 447.45	\$ 447.45		
			2,400	Excess Charge	\$ 3.86	\$ 92.64	\$ 4.42	\$ 106.08		
				Total		\$ 483.86		\$ 553.53	\$ 69.67	14.4%
		25,000		Base Charge	\$ 391.22	\$ 391.22	\$ 447.45	\$ 447.45		
			2,400	Excess Charge Blk 1	\$ 3.86	\$ 92.64	\$ 4.42	\$ 106.08		
			13,000	Excess Charge Blk 2	\$ 1.81	\$ 235.30	\$ 2.07	\$ 269.10		
				Total		\$ 719.16		\$ 822.63	\$ 103.47	14.4%
3"	18,000	25,000		Base Charge	\$ 591.98	\$ 591.98	\$ 677.72	\$ 677.72		
			7,000	Excess Charge Blk 2	\$ 1.81	\$ 126.70	\$ 2.07	\$ 144.90		
				Total		\$ 718.68		\$ 822.62	\$ 103.94	14.5%
		50,000		Base Charge	\$ 591.98	\$ 591.98	\$ 677.72	\$ 677.72		
			32,000	Excess Charge Blk 2	\$ 1.81	\$ 579.20	\$ 2.07	\$ 662.40		
		Total		\$ 1,171.18		\$ 1,340.12	\$ 168.94	14.4%		
4"	30,000	50,000		Base Charge	\$ 807.98	\$ 807.98	\$ 926.13	\$ 926.13		
			20,000	Excess Charge Blk 2	\$ 1.81	\$ 362.00	\$ 2.07	\$ 414.00		
				Total		\$ 1,169.98		\$ 1,340.13	\$ 170.15	14.5%
		150,000		Base Charge	\$ 807.98	\$ 807.98	\$ 926.13	\$ 926.13		
			60,000	Excess Charge Blk 2	\$ 1.81	\$ 1,086.00	\$ 2.07	\$ 1,242.00		
			60,000	Excess Charge Blk 3	\$ 1.18	\$ 708.00	\$ 1.35	\$ 810.00		
		Total		\$ 2,601.98		\$ 2,978.13	\$ 376.15	14.5%		

TOWN OF BAR HARBOR WATER DIVISION
SAMPLE BILLS (CONT.)

Seasonal Meters										
Size	Allowance cu. Ft.	Sample usage cu ft.	Excess cu. Ft.		Test Year		Pro Forma		Increase	
					Rate	Amount	Rate	Amount	Amount	%
2"	12,800	25,000		Base Charge	\$ 1,011.91	\$ 1,011.91	\$1,158.19	\$ 1,158.19		
			12,200	Excess Charge Blk 2	\$ 3.61	\$ 440.42	\$ 4.13	\$ 503.86		
				Total		\$ 1,452.33		\$ 1,662.05	\$ 209.72	14.4%
		75,000		Base Charge	\$ 1,011.91	\$ 1,011.91	\$1,158.19	\$ 1,158.19		
			62,200	Excess Charge Blk 2	\$ 3.61	\$ 2,245.42	\$ 4.13	\$ 2,568.86		
				Total		\$ 3,257.33		\$ 3,727.05	\$ 469.72	14.4%
3"	24,000	25,000		Base Charge	\$ 1,416.67	\$ 1,416.67	\$1,621.47	\$ 1,621.47		
			1,000	Excess Charge Blk 2	\$ 3.61	\$ 36.10	\$ 4.13	\$ 41.30		
				Total		\$ 1,452.77		\$ 1,662.77	\$ 210.00	14.5%
		50,000		Base Charge	\$ 1,416.67	\$ 1,416.67	\$1,621.47	\$ 1,621.47		
			26,000	Excess Charge Blk 2	\$ 3.61	\$ 938.60	\$ 4.13	\$ 1,073.80		
				Total		\$ 2,355.27		\$ 2,695.27	\$ 340.00	14.4%
6"	80,000	250,000		Base Charge	\$ 3,440.45	\$ 3,440.45	\$3,937.81	\$ 3,937.81		
			10,000	Excess Charge Blk 2	\$ 3.61	\$ 361.00	\$ 4.13	\$ 413.00		
			160,000	Excess Charge Blk 3	\$ 1.81	\$ 2,896.00	\$ 2.07	\$ 3,312.00		
				Total		\$ 6,697.45		\$ 7,662.81	\$ 965.36	14.4%
		500,000		Base Charge	\$ 3,440.45	\$ 3,440.45	\$3,937.81	\$ 3,937.81		
			10,000	Excess Charge Blk 2	\$ 3.61	\$ 361.00	\$ 4.13	\$ 413.00		
			300,000	Excess Charge Blk 3	\$ 1.81	\$ 5,430.00	\$ 2.07	\$ 6,210.00		
			110,000	Excess Charge Blk 4	\$ 1.38	\$ 1,518.00	\$ 1.58	\$ 1,738.00		
		Total		\$10,749.45		\$12,298.81	\$1,549.36	14.4%		

TOWN OF BAR HARBOR WATER DIVISION
SAMPLE BILLS

Seasonal Meters										
Size	Allowance cu. Ft.	Sample usage cu ft.	Excess cu. Ft.		Test Year		Pro Forma		Increase	
					Rate	Amount	Rate	Amount	Amount	%
5/8"	1,600	3,000		Base Charge	\$ 176.17	\$ 176.17	\$ 201.63	\$ 201.63		
			1,400	Excess Charge	\$ 7.75	\$ 108.50	\$ 8.87	\$ 124.18		
				Total		\$ 284.67		\$ 325.81	\$ 41.14	14.5%
		15,000		Base Charge	\$ 176.17	\$ 176.17	\$ 201.63	\$ 201.63		
			10,400	Excess Charge Blk 1	\$ 7.75	\$ 806.00	\$ 8.87	\$ 922.48		
			3,000	Excess Charge Blk 2	\$ 3.61	\$ 108.30	\$ 4.13	\$ 123.90		
				Total		\$ 1,090.47		\$ 1,248.01	\$ 157.54	14.4%
3/4"	2,400	10,000		Base Charge	\$ 238.22	\$ 238.22	\$ 272.66	\$ 272.66		
			7,600	Excess Charge	\$ 7.75	\$ 589.00	\$ 8.87	\$ 674.12		
				Total		\$ 827.22		\$ 946.78	\$ 119.56	14.5%
		30,000	-	Base Charge	\$ 238.22	\$ 238.22	\$ 272.66	\$ 272.66		
			9,600	Excess Charge Blk 1	\$ 7.75	\$ 744.00	\$ 8.87	\$ 851.52		
			18,000	Excess Charge Blk 2	\$ 3.61	\$ 649.80	\$ 4.13	\$ 743.40		
				Total		\$ 1,632.02		\$ 1,867.58	\$ 235.56	14.4%
1"	4,000	15,000		Base Charge	\$ 362.35	\$ 362.35	\$ 414.73	\$ 414.73		
			8,000	Excess Charge Blk 1	\$ 7.75	\$ 620.00	\$ 8.87	\$ 709.60		
			3,000	Excess Charge Blk 2	\$ 3.61	\$ 108.30	\$ 4.13	\$ 123.90		
				Total		\$ 1,090.65		\$ 1,248.23	\$ 157.58	14.4%
		50,000		Base Charge	\$ 362.35	\$ 362.35	\$ 414.73	\$ 414.73		
			8,000	Excess Charge Blk 1	\$ 7.75	\$ 620.00	\$ 8.87	\$ 709.60		
			38,000	Excess Charge Blk 2	\$ 3.61	\$ 1,371.80	\$ 4.13	\$ 1,569.40		
		Total		\$ 2,354.15		\$ 2,693.73	\$ 339.58	14.4%		
1 1/2"	8,000	15,000		Base Charge	\$ 672.68	\$ 672.68	\$ 769.92	\$ 769.92		
			4,000	Excess Charge Blk 1	\$ 7.75	\$ 310.00	\$ 8.87	\$ 354.80		
			3,000	Excess Charge Blk 2	\$ 3.61	\$ 108.30	\$ 4.13	\$ 123.90		
				Total		\$ 1,090.98		\$ 1,248.62	\$ 157.64	14.4%
		75,000		Base Charge	\$ 672.68	\$ 672.68	\$ 769.92	\$ 769.92		
			4,000	Excess Charge Blk 1	\$ 7.75	\$ 310.00	\$ 8.87	\$ 354.80		
			63,000	Excess Charge Blk 2	\$ 3.61	\$ 2,274.30	\$ 4.13	\$ 2,601.90		
		Total		\$ 3,256.98		\$ 3,726.62	\$ 469.64	14.4%		

TOWN OF BAR HARBOR WATER DIVISION
 LONG TERM DEBT SERVICE ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016

Issuer	Date of Issue	Date of Maturity	Par Value Authorized	Principal Forgiveness	Par Value Loan Outstanding	Rate
BOND J - MMBB	2002	2021	750,000		223,930	2.67%
BOND P	2010	2030	600,000		420,000	3.42%
BOND R - MORGAN STANLEY	2011	2031	3,739,000		2,194,486	AVG - 2.29%
BOND S - MMBB	2012	2033	2,662,957		2,171,896	1.50%
ANTICIPATED BOND - MBB	2016	2036	1,700,000		1,700,000	Avg 3.30%

Maturity schedule of the above bonds:				
Years Ending				
31-Dec	Principal	Interest	Reserves	Total
2016	562,195	177,667	-	739,862
2017	564,548	161,953	-	726,500
2018	571,943	150,773	-	722,715
3 year average	566,228	163,464	-	729,692

TOWN OF BAR HARBOR WATER DIVISION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2016

		2012	2013	2014		Adjustment	Pro Forma
	Utility Operating Income						
400	Operating Revenues	1,505,906	1,772,632	1,799,864	G	291,571	2,091,435
401	Operating Expenses	901,266	1,019,940	998,254	A	33,737	1,031,991
403	Depreciation Expenses	122,199	139,882	214,926		(10,926)	204,000
407	Amortization Expense	75,491	75,275	71,995		(71,994)	1
	Taxes other than Income	28,253	31,134	33,876		(3,076)	30,800
	Utility Operating Expenses	1,127,209	1,266,231	1,319,051		(52,259)	1,266,792
413	Income from Utility Plant Leased to Others	-	-	-		-	-
414	Gains (Losses) from Dispositions of Utility Property	-	338,861	166,094		(166,094)	-
	Total Utility Operating Income	378,697	845,262	646,907		177,736	824,643
	Other Income and Deductions						
	Other Income:						
421	Other Non-Utility Income	-	-	-		-	-
419	Interest Income	2,685	1,179	1,606		(806)	800
415	Revenues from Merchandising, Jobbing	11,878	12,627	9,087		913	10,000
416	Costs & expenses of merchandising, jobbing	7,387	9,350	7,418		(2,018)	5,400
433	Extraordinary Income development grant money	-	-	-		-	-
	Deductions:						
	Debt Retirement Provision	322,515	449,984	459,913	E	106,315	566,228
	Total Other Income and Deductions	(315,339)	(445,528)	(456,638)		(104,190)	(560,828)
427	Interest Expense	119,782	140,028	130,987	E	32,477	163,464
428	Amortization of Debt Discount & Expense	758	759	758		1	759
	Sinking Fund Provision	-	-	-		-	-
	Total Interest Expense	120,540	140,787	131,745		32,478	164,223
	Net Income (for rates)	(57,182)	258,947	58,524		41,068	99,592

TOWN OF BAR HARBOR WATER DIVISION
 STATEMENT OF OPERATING WATER REVENUES
 FOR THE YEAR ENDING DECEMBER 31, 2016

	2012	2013	2014	Adjustment	Pro Forma
OPERATING REVENUES					
SALES OF WATER					
460 Unmetered Sales to Residential Customers	-	-	-		
461 Metered Sales to General Customers					
461.1 Residential	426,246	484,620	482,859	69,803	552,662
461.2 Commercial	421,111	494,752	526,799	76,155	602,954
461.3 Industrial	116,518	138,761	136,958	19,799	156,757
461.4 Public Authorities	47,001	56,710	51,637	7,465	59,102
Total Metered	1,010,876	1,174,843	1,198,253	173,222	1,371,475
462.1 Public Fire-Protection Services	402,968	480,468	480,468	105,134	585,602
462.2 Private Fire-Protection Services	89,174	106,563	107,952	15,606	123,558
Total Sales of Water	1,503,018	1,761,874	1,786,673	293,961	2,080,635
OTHER OPERATING REVENUES					
471 Misc Service Revenues	2,888	10,758	13,191	(2,391)	10,800
474 Other Water Revenues	-	-	-	-	-
TOTAL OPERATING REVENUES	1,505,906	1,772,632	1,799,864	291,570	2,091,435

Calculation of Percent Increase			
Revenue Requirement			2,091,435
Less Public Fire Protection			585,602
Amount Generated by Other Users			1,505,833
	Divided by		1,319,396
	Equals		1.14130
Metered Increase	14.46%	over 2014	
			Overall Increase 16.20%

TOWN OF BAR HARBOR WATER DIVISION
 BAR HARBOR, MAINE

APPLICATION OF CHAPTER 6910, DETERMINATION OF FIRE
 PROTECTION REVENUE (PUC DOCKET 87-5) AUG 10, 1987

Population is: 8,247 X = 8.247

1,020 * √ X times 1-(0.01√X) =GPM

1,020 * √2.900 X 1-(0.01 * √2.900)

1,020 * 2.871759 X 1-(0.01* 2.87175904)

2929.194 X 0.971282410 = GALLONS PER MINUTE 2845 GPM

PEAK FLOW

AVERAGE DAILY FLOW EQUALS $\frac{\text{GALLONS PER YEAR}}{365 \text{ DAYS X } 24 \text{ HRS X } 60 \text{ MIN.}}$ X 2-1/2

TOTAL FOR TOWN $\frac{343,773,000}{525,600}$ = 654.06 X 2 1/2 = 1635.1500 GPM

RATIO $\frac{1,635.1500}{2,845}$ = 0.574745167 TO BE APPLIED TO CHART = 28%

TOTAL PERCENTAGE CHARGE LIMITED TO 28% PER CHAPTER 690.

**TOWN OF BAR HARBOR WATER DIVISION
BALANCE SHEETS**

ASSETS		2012	2013	2014
UTILITY PLANT				
101-105	Utility Plant	8,005,039	9,261,035	9,355,231
108-110	Less Accumulated Depreciation	<u>2,238,389</u>	<u>2,081,261</u>	<u>2,260,051</u>
	Net Plant	<u>5,766,650</u>	<u>7,179,774</u>	<u>7,095,180</u>
114-115	Utility Plant Adjustments	<u>1,788,157</u>	<u>1,718,033</u>	<u>1,647,909</u>
	Total Net Utility Plant	<u>7,554,807</u>	<u>8,897,807</u>	<u>8,743,089</u>
CURRENT AND ACCRUED ASSETS:				
121	Nonutility Property	-	-	-
127	Other Special Funds	-	-	-
131	Cash	6,581	17,640	104,399
132	Special Deposits	-	-	-
134	Working Funds	-	-	-
135	Temporary Cash and Investments	80,704	121,419	402,563
141-144	Accounts Receivable	13,152	137,326	32,108
151	Materials and Supplies	135,100	142,468	136,968
162	Prepayments	5,791	6,341	8,025
174	Misc Current and Accrued Assets	<u>26,268</u>	<u>97,629</u>	<u>-</u>
	Total Current and Accrued Assets	<u>267,596</u>	<u>522,823</u>	<u>684,063</u>
181-190	DEFERRED DEBITS	<u>69,591</u>	<u>-</u>	<u>53,031</u>
	TOTAL ASSETS AND OTHER DEBITS	<u>7,891,994</u>	<u>9,420,630</u>	<u>9,480,183</u>
LIABILITIES & EQUITY				
EQUITY CAPITAL				
214	Appropriated Retained Earnings	-	-	-
215	Unappropriated Retained Earnings	1,820,028	2,528,959	3,047,395
265	Misc. Operating Reserves Net Income	<u>-</u>	<u>-</u>	<u>-</u>
	Total Equity Capital	<u>1,820,028</u>	<u>2,528,959</u>	<u>3,047,395</u>
LONG TERM DEBT				
221	Bonds	4,715,400	6,414,605	5,954,692
224	Other Long-Term Debt	<u>-</u>	<u>-</u>	<u>-</u>
	Total Long Term Debt	<u>4,715,400</u>	<u>6,414,605</u>	<u>5,954,692</u>
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable	237,129	74,367	29,491
232	Notes Payable	-	-	-
233	Accounts Payable to Associated Companies	583,964	15,995	27,597
235	Customer Deposits	-	-	2,142
236	Accrued Taxes	-	-	-
237	Accrued Interest	18,556	17,492	16,381
241	Misc Current and Accrued Liabilities	<u>22,598</u>	<u>29,374</u>	<u>28,878</u>
	Total Current and Accrued Liabilities	<u>862,247</u>	<u>137,228</u>	<u>104,489</u>
253	Other Deferred Credits	-	-	-
252	Advances for Construction	<u>165,000</u>	<u>165,000</u>	<u>165,000</u>
	Total Deferred Credits	<u>165,000</u>	<u>165,000</u>	<u>165,000</u>
261-265	Operating Reserves	<u>166,505</u>	<u>-</u>	<u>-</u>
CONTRIBUTION IN AID OF CONSTRUCTION				
271	Contributions in Aid of Construction	342,770	363,971	407,809
272	Accumulated Amortization of CIAC	<u>179,956</u>	<u>189,133</u>	<u>199,202</u>
	Total Net CIAC	<u>162,814</u>	<u>174,838</u>	<u>208,607</u>
	TOTAL EQUITY CAPITAL AND LIABILITIES	<u>7,891,994</u>	<u>9,420,630</u>	<u>9,480,183</u>

APPENDIX

TOWN OF BAR HARBOR WATER DIVISION

**COPY OF LEGAL ADVERTISEMENT/LEGAL NOTICE
MINUTES TO PUBLIC HEARING
PROPOSED SCHEDULE FOR RATE FILING
TARIFF SHEETS #'S 1, 2, 3 AND 4**

Arlene, all of Rockford, Mich. Condolences may be expressed at www.jordanfernald.com

Mount Desert Condolences may be expressed at www.jordanfernald.com

condolences. For more information, call 288-0556.

putting suggests that passive pour and unemployed spend disproportionately on the lottery, despite long odds of winning disguised by the sophis-

A detailed examination of strategy documents, lottery commission meeting minutes and financial statements, obtained via a Freedom of Access

mont "Once you swallow the idea that you're going to have a lottery, you have to advertise," said David Just, a Cornell be-

to complete a strategic advertising plan, officials said. But the company's 148-page proposal, obtained by a Maine see **LOTTERY** page 12



Death Notices

Phyllis Rideout, 79, of Northeast Harbor, Oct. 14 at Southwest Harbor, Oct. 14 at Bar Harbor. Celebration of life 4 p.m. Friday, Oct. 30, Tremont Congregational Church.
Erbera W. Tourtelotte, 86, of Northeast Harbor, Oct. 20 at a Mount Desert Island hospital. Graveside service Oct. 26, Forest Hill Cemetery.

Cynthia Lou Vollman, 82, of Madison, Wis., formerly of Bar Harbor, Oct. 20 at Madison. Visiting 9-10:30 a.m. Saturday, Oct. 31, Elme Funeral Home, Hampstead, Md., followed by graveside ceremony Bush family burial plot, Hampstead.

Town of Bar Harbor **OPEN HOUSE**

NOTICE OF OPEN HOUSE

The Town of Bar Harbor and the Backyard Parking Task Force invite the public to an Open House to obtain information and provide input on the Phase 4 Backyard Parking Study. Please join us on Monday, November 9th, 2015 from 5-7 p.m. at the Municipal Building, 93 Cottage Street.

The Open House will have an informal setting where we will start with a short presentation to review the parking issues and proposed solutions, then there will be an opportunity to participate in break-out sessions to interact with the project study team to ask questions, obtain information, and share your comments and concerns. The Town of Bar Harbor and the Backyard Parking Task Force hope the open house format will facilitate increase participation from the public. The Phase 4 Backyard Parking Study Report as well as previous reports are available on the town's website www.barharmaine.gov.

Help at this moment in time.

We will help you with information and provide options that are available. You can decide how to say good-bye with decisions that are right for you and your family.

Jordan-Fernald
FUNERAL HOMES
CARING FOR GENERATIONS

Ellsworth • Blue Hill • Mt. Desert • 667-2521 • 244-3183 • www.jordanfernald.com

Town of Bar Harbor **WATER DIVISION**

WATER LINE FLUSHING

In an effort to increase flow capacities of the water system and provide higher water quality to our customers we will be flushing the water mains from Monday, November 9 through Sunday November 20, 2015. Customers may experience decreased pressure and dirty water anytime during the time we are flushing. We regret any inconvenience this may cause. For further information contact Jeff Van Trump at the Water Division Office, 288-3555.

Town of MOUNT DESERT

PLANNING BOARD MEETING PUBLIC MEETING
NOVEMBER 10, 2015 • 6:00 p.m.
Town Hall Meeting Room, 21 Sea Street

Conditional Use Approval Applications:

A. Conditional Use Approval Application # 024-2015
OWNER(S): William T. and Lena M. Wallace
AGENT(S): Thomas Wallace
LOCATION: 5 Wallace Way, Northeast Harbor
TAX MAP: 025 Lot(S) 055 ZONE(S): Village Commercial (VC)
PURPOSE: Section 3.4 - Services 3 (not wholly enclosed) - To add onto existing storage buildings for more storage space
SITE INSPECTION: 4:00 p.m.

B. Conditional Use Approval Application # 025-2015
OWNER(S): Elliot E. and Candace D. Potter
AGENT(S): William Helbrin
LOCATION: 82 Pretty Marsh Road, Mount Desert
TAX MAP: D10 Lot(S) D49 ZONE(S): Resource Protection (RP)
PURPOSE: Section 3.4 - Excavation or Filling < 50 cubic yards
SITE INSPECTION: 2:00 p.m.

C. Conditional Use Approval Application # 025-2015
OWNER(S): Hybor, LLC
AGENT(S): William Hanley, WWH Architects
LOCATION: 173 Peabody Drive, Seal Harbor
TAX MAP: 003 Lot(S) 023-003 ZONE(S): Shoreland Residential 2 (SR2)
PURPOSE: Section 3.4 - Non-Commercial: Indoor Recreational Facility
SITE INSPECTION: 3:15 p.m.

Non-Conforming Structures
Section 4.3.2 Non-conforming Structures - Expansion

A. OWNER(S) NAME: Eleanor F. Sullivan and Frederick A. Bourke II
AGENT: William Hanley, WWH Architects
LOCATION: 18 Bracy Cove Lane, Seal Harbor
TAX MAP: 003 Lot(S) 013-002 ZONE(S): Shoreland Residential Two (SR2)
PURPOSE: Non-conforming Structure - Expansion
SITE INSPECTION: 2:45 p.m.

Town of Bar Harbor **WATER DIVISION - CUSTOMER NOTICE**

The Bar Harbor Water Division gives notice to the public that on November 17, 2015 at 7:00 pm at the Council Chambers, located at 93 Cottage Street, the Town Councilors of the Town of Bar Harbor will hold a hearing to discuss and hear comments on a proposed water rate increase.

Effective on January 1, 2016

	Rate % Increase	Revenue \$ Increase
Residential	14.46%	\$69,803
Commercial	14.46%	\$76,155
Industrial	14.46%	\$19,799
Public Authorities	14.46%	\$7,465
Private Fire Protection	14.46%	\$15,606
Public Fire Protection	21.88%	\$105,114
Overall Increase	16.20%	\$293,981

Public Fire protection rates are determined pursuant to Chapter 69 of the Public Utilities Commission (PUC) Rules.

Rates are to become effective on January 1, 2016. Since the last adjustment in 2013, the Water Division has incurred continuous increases in its operating costs along with additional debt being incurred with the issuance of a 2015 General Obligation Bond for funding of the Route #1 water main replacement in 2016.

Pursuant to 35-A MRSA Section 16104, a customer has the right to request additional information relating to the present and proposed rates from the Water Division, the right to an open and fair hearing, and the right to assistance from the Public Advocate. Customers also have the right under 15-A MRSA Section 16104 to petition the Maine Public Utilities Commission to suspend and investigate the Water Division's rates pursuant to 35-A MRSA Section 310. It, on or before December 17, 2015, 274 of the Water Division's customers (15% of customers or 1,000 customers, whichever is less) file with the Water Division's Treasurer, Bar Harbor, ME and with the Public Utilities Commission, An Administrative Director, State House Station #18, Augusta, ME 04333-0018 a petition or petitions demanding review by the PUC of the proposed rate changes. Signatures on the petitions filed pursuant to Section 7 are invalid unless accompanied by the printed names and addresses of the signers. Upon request the Division will provide customers with petition forms that include space for signatures and the printed names and addresses of the signers.

A copy of material supporting the proposed rate changes will be available at the Bar Harbor Town Office for inspection on and after October 17, 2015. The rate case material will also be available on the town's website www.barharmaine.gov. If you have any questions or desire additional information, you may call the Treasurer's office, at (207) 288-5096 or the Administrative Director of the PUC at (207) 287-3831. For additional assistance contact the Public Advocate, State House Station #112, Augusta, ME 04333-0112. (207) 287-2445.

Town Council
Town of Bar Harbor Water Division

Town of MOUNT DESERT

PLANNING BOARD SITE VISIT
Wednesday, November 18, 2015, 2:00 p.m.
Quarrying License Permit #001-2014
OWNER(S): Harold MacQuinn, Inc.
OPERATOR(S): Fresh Water Stone & Brickwork, Inc.
AGENT(S): Steven Salisbury, Herick & Salisbury, Inc.
LEGAL REPRESENTATION: Edmond J. Bearor, Rudman Winchell
SITE LOCATION: Off Crane Road, Hall Quarry
TAX MAP: 007 LOT 075 ZONE(S) Residential 2
The Public is welcome to attend the site visit.

WORLD VOLUME LLC

Siding

667-8354 • 1-800-564-5141

MOUNT DESERT ISLANDER 10-21-15

TOWN OF BAR HARBOR WATER DIVISION
Legal Notice

The Bar Harbor Water Division gives notice to the public that on November 17, 2015 **at 7:00 pm at the Council Chambers, located at 93 Cottage Street.** The Town Councilors of the Town of Bar Harbor will hold a hearing to discuss and hear comments on a proposed water rate increase.

Effective on January 1, 2016

	Rate	Revenue
	<u>% Increase</u>	<u>\$ Increase</u>
Residential	14.46%	\$ 69,803
Commercial	14.46%	\$ 76,155
Industrial	14.46%	\$ 19,799
Public Authorities	14.46%	\$ 7,465
Private Fire Protection	14.46%	\$ 15,606
Public Fire Protection	<u>21.88%</u>	<u>\$ 105,134</u>
Overall Increase	<u>16.20%</u>	<u>\$ 293,961</u>

Public Fire protection rates are determined pursuant to Chapter 69 of the Public Utilities Commission (PUC) Rules.

Rates are to become effective on January 1, 2016. Since the last adjustment in 2013, the Water Division has incurred continuous increases in its operating costs along with additional debt being incurred with the issuance of a 2015 General Obligation Bond for funding of the Route #3 water main replacement in 2016.

Pursuant to 35-A MRSA Section (6104), a customer has the right to request additional information relating to the present and proposed rates from the Water Division, the right to an open and fair hearing, and the right to assistance from the Public Advocate. Customers also have the right under 35-A MRSA Section (6104) to petition the Maine Public Utilities Commission to suspend and investigate the Water Division's rates pursuant to 35-A MRSA Section 310, if, on or before December 17, 2015, 274 of the Water Division's customers (15% of customers or 1,000 customers, whichever is less) file with the Water Division's Treasurer, Bar harbor, ME and with the Public Utilities Commission, c/o Administrative Director, State House Station #18, Augusta, ME 04333-0018, a petition or petitions demanding review by the PUC of the proposed rate changes. Signatures on the petitions filed pursuant to Section 7 are invalid unless accompanied by the printed names and addresses of the signers. Upon request the District will provide customers with petition forms that include space for signatures and the printed names and addresses of the signers.

A copy of material supporting the proposed rate changes will be available at the Bar Harbor Town Office for inspection on and after October 17, 2015. The rate case material will also be available on the town's website www.barharbormaine.gov. If you have any questions or desire additional information, you may call the Treasurer's office, at (207) 288-5096 or the Administrative Director of the PUC at (207) 287-3831. For additional assistance contact the Public Advocate, State House Station #112, Augusta, ME 04333-0112, (207) 287-2445.

Town Council
Town of Bar Harbor Water Division

- B. **Water & Sewer Fee Commitment** – Possible action to commit the water and sewer fees to the Town Treasurer for collection.
- C. **2016 Council Meeting Schedule** – Possible approval of a motion to adopt the schedule for Town Council's 2016 meetings as proposed.

Mr. St. Germain, with second by Mr. Barker, moved to approve the consent agenda as published. Motion passed 6-0.

VII. PUBLIC HEARINGS:

- A. **Water Rate Case** - *Hearing required by the Public Utilities Commission prior to implementation of the rate increase included in the approved FY16 Water Fund Budget.* Mr. Paradis opened the Public Hearing. Mr. Bourgoin, CPA of Haverlock, Estey & Curran, LLC read a mandatory statement required by the Public Utilities Commission, 35-A MRS 6104:

Pursuant to 35-A MRS Section (6104), a customer has the right to request additional information relating to the present and proposed rates from the Water Division, the right to an open and fair hearing, and the right to assistance from the Public Advocate. Customers also have the right under 35-A MRS Section (6104) to petition the Maine Public Utilities Commission to suspend and investigate the Water Division's rates pursuant to 35-A MRS Section 310, if, on or before December 17, 2015, 274 of the Water Division's customers (15% of customers or 1,000 customers, whichever is less) file with the Water Division's Treasurer, Bar harbor, ME and with the Public Utilities Commission, c/o Administrative Director, State House Station #18, Augusta, ME 04333-0018, a petition or petitions demanding review by the PUC of the proposed rate changes. Signatures on the petitions filed pursuant to Section 7 are invalid unless accompanied by the printed names and addresses of the signers. Upon request the District will provide customers with petition forms that include space for signatures and the printed names and addresses of the signers.

Mr. Bourgoin explained the rate case process, indicated that all customers were to have a 14.46% increase effective January 01, 2016 except for public fire protection which would be 21.88%, described the major changes causing the need for a rate increase and then opened it up to public comment. There were two public comments. They had concerns about financial hardships and being on fixed incomes. Additionally there were questions from the Councilors in the calculation of the fire protection charges. Council Chair Mr. Paradis closed the public hearing.

VIII. REGULAR BUSINESS:

**Town of Bar Harbor Water Division
Water Rate Increase
January 1, 2016**

Dear Customers

Why is a water rate increase necessary now?

The Town of Bar Harbor Water Division and its employees work hard to keep operating and maintenance expenses as low as possible while at the same time keeping the water treatment and distribution systems in good working order so that we may provide our customers with clean, safe, dependable water. While our operating and maintenance costs have increased since the last water rate increase in 2013, we also will incur additional debt from the issuance of a 2015 General Obligation Bond for funding of the Route #3 water main replacement in 2016. The Town Council is always mindful of the effect that a rate increase has on the customers. Unlike municipalities, which can adjust their mil rate each year to bring in the revenue they need, public water divisions must get approval from the Maine Public Utilities Commission to set new rates and this is typically not done as often. The new debt from the Bond requires that the Water Division set new rates that will generate the revenue needed to operate and maintain the water system without incurring negative cash flows.

When will the new water rate be effective?

If approved by the MPUC, the proposed water rate increase will be effective as of January 1, 2016.

How much will your water bill increase?

With a few exceptions, most customers of the Water Division have a 5/8" water meter. The chart below is an example of the proposed change in water charges for residential customers who have a 5/8" meter. This is only an example of a few usage amounts and the change in the charge. To get an estimate of how this proposed water rate change will affect your individual water bill based on your usage history, please call our office at (207) 288-5096.

Example						
	Usage Per	Current	Proposed	Quarterly	Annual	Monthly
	Quarter	Quarterly	Quarterly	Increase	Increase	Increase
		Charge	Charge			
5/8" Meter	0-1200 cft	\$ 66.55	\$ 76.17	\$ 9.62	\$ 38.48	\$ 3.21
5/8" Meter	1500 cft	\$ 78.13	\$ 89.43	\$ 11.30	\$ 45.20	\$ 3.77
5/8" Meter	2000 cft	\$ 97.43	\$ 111.53	\$ 14.10	\$ 56.40	\$ 4.70
5/8" Meter	3000 cft	\$ 136.03	\$ 155.73	\$ 19.70	\$ 78.80	\$ 6.57

How can you get more information on this water rate increase?

Please call our office at (207) 288-5096 with any questions concerning your water bill or this proposed water rate increase. Our office is located 93 Cottage Street, Bar Harbor Maine. The rate case package is also available on the Town's website www.barharbormaine.gov.

**Town Council
Bar Harbor Water Division**

TOWN OF BAR HARBOR WATER DIVISION

RATE FILING

PROPOSED SCHEDULE FOR RATE FILING

Submit rate case information package to:	On or before:
Public Utilities Commission	October 15, 2015
Public Advocate	October 15, 2015
Send notices to all customers	November 2, 2015
Publish Legal notice in local newspaper	November 2, 2015
Hold public hearing	November 17, 2015
File final rate case documents	On or After: November 27, 2015
Proposed Effective Date	January 1, 2016

TOWN OF BAR HARBOR WATER DIVISION
BAR HARBOR, MAINE 04609

Sheet #1
SIXTH Revision

SCHEDULE OF METERED RATES FOR ANNUAL CUSTOMERS

Quarterly Billing

First 1,200 Cubic Feet or less per Quarter	76.17
For the next 10,800 Cubic Feet per Quarter	4.42 per 100 cu. ft.
For the next 78,000 Cubic Feet per Quarter	2.07 per 100 cu. ft.
Over 90,000 Cubic Feet per Quarter	1.35 per 100 cu. ft.

Monthly Billing

First 400 Cubic Feet or less per Month	25.39
For the next 3,600 Cubic Feet per Month	4.42 per 100 cu. ft.
For the next 26,000 Cubic Feet per Month	2.07 per 100 cu. ft.
Over 30,000 Cubic Feet per Month	1.35 per 100 cu. ft.

Minimum Charge

SIZE OF METER	Quarterly		Monthly	
	Allowance	Charge	Allowance	Charge
5/8"	1,200	76.17	400	25.39
3/4"	1,800	102.69	600	34.23
1"	3,000	155.73	1,000	51.91
1-1/2"	6,000	288.33	2,000	96.11
2"	9,600	447.45	3,200	149.15
3"	18,000	677.72	6,000	225.91
4"	30,000	926.13	10,000	308.71
6"	60,000	1,547.13	20,000	515.71

Terms of Payment

The minimum charge for different sizes of meters will be billed monthly or quarterly in accordance with the water division's billing procedure.

Charges under these rates will be subject to the Maine Sales Tax where applicable and are due and payable when issued. Unpaid balances of accounts thirty (30) days or more past due will be charged interest at the rate set annually by the Public Utilities Commission of the State of Maine.

Issued: October 15, 2015
Proposed Effective: January 1, 2016
Effective:
Docket No. 2015-00317


 Stanley W. Harmon
 Finance Director
 Bar Harbor Water Division

TOWN OF BAR HARBOR WATER DIVISION
BAR HARBOR, MAINE 04609

Sheet #2
SIXTH Revision

SCHEDULE OF METERED RATES FOR SEASONAL CUSTOMERS

Quarterly Billing

First 1,600 Cubic Feet or less per Quarter	201.63
For the next 10,400 Cubic Feet per Quarter	8.87 per 100 cu. ft.
For the next 78,000 Cubic Feet per Quarter	4.13 per 100 cu. ft.
For the next 300,000 Cubic Feet per Quarter	2.07 per 100 cu. ft.
Over 390,000 Cubic Feet per Quarter	1.58 per 100 cu. ft.

Minimum Charge

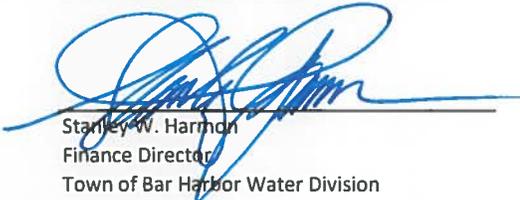
<u>SIZE OF METER</u>	<u>Seasonal</u>	
	<u>Allowance</u>	<u>Charge</u>
5/8"	1,600	201.63
3/4"	2,400	272.66
1"	4,000	414.73
1-1/2"	8,000	769.92
2"	12,800	1,158.19
3"	24,000	1,621.47
4"	40,000	2,283.28
6"	80,000	3,937.81

Terms of Payment

The minimum charge for different sizes of meters will be billed monthly or quarterly in accordance with the water division's billing procedure.

Charges under these rates will be subject to the Maine Sales Tax where applicable and are due and payable when issued. Unpaid balances of accounts thirty (30) days or more past due will be charged interest at the rate set annually by the Public Utilities Commission of the State of Maine.

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Stanley W. Harmon
Finance Director
Town of Bar Harbor Water Division

TOWN OF BAR HARBOR WATER DIVISION
BAR HARBOR, MAINE 04609

SHEET #3
SIXTH Revision

PUBLIC FIRE PROTECTION

AVAILABLE:

To the Town of Bar Harbor for Municipal Fire Protection

RATE:

The rate for existing hydrants as installed on the system at January 1, 2016,
shall have an annual charge of

\$585,602 Annually
\$ 146,401 Quarterly

Rate for hydrants installed after January 1, 2016, shall be determined
in accordance with the Public Utilities Commission Rules and Regulations
Chapter 69.

The hydrant rental charge shall not be reduced, should a Town order
one or more hydrants discontinued.

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Stanley W. Harmon
Finance Director
Town of Bar Harbor Water Division

PRIVATE FIRE PROTECTION

AVAILABLE:

To customers using the Division's service for private fire protection the following rates apply to fire protection only and include no allowance of water for other than fire fighting purposes.

RATES:

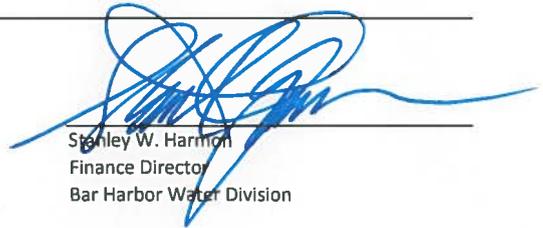
Private fire service rates for automatic sprinklers, standpipes or hose connections to be used only for fire protection inside of buildings.

Annual service charge per inch of service pipe diameter. \$ 170

Annual service charge for each private hydrant with service connection furnished, installed and maintained by user for private fire protection. \$ 1,362

Private protection is billable on April 1st

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Stanley W. Harmon
Finance Director
Bar Harbor Water Division