STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

PUBLIC UTILITIES COMMISSION

IN RE: PASCOAG UTILITY DISTRICT

DOCKET NO. 3657

RECONCILATION TARIFF FILING

NOTICE OF PUBLIC HEARING

Pursuant to the provisions of Sections 39-1-1, 39-1-11 and 39-3-11 of the Rhode Island

General Laws, as amended, the Public Utilities Commission ("Commission") will conduct a

hearing on Friday, January 21, 2005 at 9:30 AM in the first-floor hearing room at the Public

Utilities Commission, 89 Jefferson Boulevard, Warwick, Rhode Island. The hearing may continue

thereafter from day to day and time to time as required.

In this docket, the Commission will consider the propriety of the Pascoag Utility District

filing to reconcile its tariff adjustment provisions through January 2005, estimating expenses and

revenues from February 2005 through January 2006 under these provisions, and proposing rate

changes effective February 1, 2005. Specifically, Pascoag seeks approval to implement rate

changes to the Standard Offer Service Rate, Transmission Charge and Transition Charge. Pascoag

proposes two rate alternatives. The first rate alternative which is preferred by Pascoag is to

implement a rate change that would maintain rate stability from February 2005 through January

2006 and would result in a monthly bill decrease of 0.4 percent. The second rate alternative is to

implement a rate change that would decrease a monthly bill by 9.8 percent from February 2005

through July 2005. The rate changes under the first rate alternative would be: 1) an increase to the

Standard Offer Service Rate from 5.167¢ per kWh to 5.482¢ per kWh, 2) a decrease to the

Transition Charge from the current level of 0.701¢ per kWh to 0.234¢ per kWh and 3) an increase

to the Transmission Charge from 0.937¢ per kWh to 1.043¢ per kWh. The combined effect of the

Pascoag's proposed rate changes would result in a decrease of \$0.23 from \$56.49 to \$56.26 to a

typical residential customer using 500 kWh per month. The Commission may approve different rates that may be higher or lower than that proposed by Pascoag Utility District.

The filing is available for examination at the Commission's office and at the office of the Pascoag Utility District, 253 Pascoag Main Street, Pascoag, Rhode Island. The filing can be viewed at www.ripuc.org/eventsactions/docket/3657page.html.

Reference is made to Chapters 39-1, 39-3 and 42-35 of the Rhode Island General Laws; specifically Sections 39-1-7, 39-1-8, 39-1-11, 39-1-12, 39-1-18, 39-1-20, 42-35-8, 42-35-9 and 42-35-10.

THE PUBLIC UTILITIES COMMISSION IS ACCESSIBLE TO THE HANDICAPPED. INDIVIDUALS REQUESTING INTERPRETER SERVICES FOR THE HEARING SPEECH IMPAIRED MUST NOTIFY THE COMMISSION CLERK'S OFFICE AT 941-4500 SEVENTY-TWO HOURS IN ADVANCE OF HEARING DATE.

Luly E. Massaro Commission Clerk January 11, 2005