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July 12, 2007

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

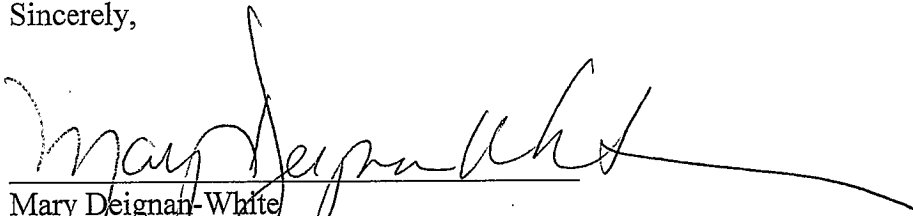
RE: Docket 3832 Division of Public Utilities & Carriers; Set IV

Dear Luly:

Enclosed for filing are an original and four copies of Providence Water's responses to the fourth set of data requests from the Division of Public Utilities.

If there are any questions, I can be reached at 521-6300, extension 7217.

Sincerely,


Mary Deignan-White
Regulatory Manager

cc: Pamela M. Marchand
Boyce Spinelli
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file

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PROVIDENCE WATER SUPPLY BOARD
Docket No. 3832
Data Requests of the Division of Public Utilities & Carriers
Set IV

- DIV 4-1. With regard to the response to DIV 1-4:
- a. Please explain why these meters are of unknown size.
 - b. Please explain whether these meters are in service on active customer accounts.
 - c. If the answer to part b, above, is yes, please explain the basis on which the customers are billed(i.e. for what meter size are the customers billed).

Answer: When Providence Water looked further into the unknown meters, we found they were actually not unknown, all were active accounts with current billings. The report which was used to update our meter spreadsheet had an error. This has since been corrected. The 99 unknown are all 5/8 residential meters.

PROVIDENCE WATER SUPPLY BOARD
Docket No. 3832
Data Requests of the Division of Public Utilities & Carriers
Set IV

DIV 4-2. With regard to the updated response to DIV 1-9, please also provide the number of public hydrants as of May 2007 or other more recent date.

Answer: The following is a list of the most recent billed public fire hydrants by municipality as of July 3, 2007.

City of Providence	3,253
City of Cranston	1,843
Town of Johnston	441
Town of No. Prov	500
Town of Lincoln	<u>9</u>
	6,046

PROVIDENCE WATER SUPPLY BOARD
Docket No. 3832
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Set IV

- DIV 4-3. With regard to the response to PUC 1-5:
- a. Please reconcile the insurance restricted account balance as of June 30, 2006 identified in this response with the corresponding balance identified in the response to Div 1-20. Also, explain identify how the transfer from the Wholesale Valve fund has been recognized in the insurance fund balance shown in response PUC 1-5.
 - b. Please reconcile the chemical and sludge restricted account balance as of June 30, 2006 identified in this response with the corresponding balance identified in the response to DIV 1-29.

- Answer:
- a. PUC 1-5 is based on cash receipts and cash disbursements while the balance on Div 1-20 is based on accrued revenues and accrued expenses. Therefore, the differences are timing only, and a reconciliation would not be meaningful. Regarding the wholesale valve fund transfer of \$444,236 on PUC 1-5(Rollforward of Restricted Funds), the transfer was mistakenly listed under the Infrastructure column. It has been corrected and a revised rollforward is attached.
 - b. PUC 1-5 is based on cash receipts and cash disbursements while the balance on Div 1-29 is based on accrued revenues and accrued expenses. Therefore, the differences are timing only, and a reconciliation would not be meaningful.

PROVIDENCE WATER SUPPLY BOARD
Rollforward of Restricted Funds
Through 12/31/06

	845 Capital	848 Infrastructure	849 Meter Repl	857 Insurance	874 Alternative	875 Vehicle & Equip.	876 102" Butterfly	877 Western Cranston	878 Chemical Sludge	Total
Cash & Equivalents Balance 12/05	\$2,944,582	\$10,635,952	\$94,172	(\$500,557)	\$447,081	\$881,954	\$457,495	\$1,154,221	\$58,858	\$19,595,421
Revenue:										
Docket 3684 Revenue	\$1,225,000	\$6,250,000	\$200,000	\$1,037,050		\$300,000		31,035	\$1,034,857	
Close Accounts Interest	\$64,618	\$136,329		\$444,236		\$15,260	\$5,990	22,654	\$451,231	
Commercial Loan				\$337	4,151				\$5,120	
Total Revenue	\$1,289,618	\$6,386,329	\$200,000	\$1,481,623	4,151	\$315,260	\$5,990	53,688	\$1,491,208	
Expenses:										
Debt Service										
Interest Expenses	(\$102,868)					(\$173,575)				
Commercial Loan payment			(\$250,000)			(\$22,965)				
Commercial Loan Interest			(\$15,235)							
Close Accounts							(\$463,383)			
Other Disbursements/Projects	(\$300,358)	(\$7,246,018)	(\$15,411)	(\$503,725)	451,231	(\$310,831)		23,443	(\$629,553)	
Total Expenses	(\$403,226)	(\$7,363,007)	(\$230,646)	(\$503,725)	451,231	(\$507,371)	(\$463,383)	23,443	(\$629,553)	
Cash & Equivalents Balance 6/06	\$3,830,975	\$9,659,274	\$13,526	\$477,341	\$0	\$669,843	\$0	\$1,184,466	\$920,513	\$20,715,719
Revenue:										
Docket 3684 Revenue	\$1,225,000	\$6,250,000	\$200,000	\$888,721		\$300,000		31,035	\$1,053,624	
Due from restricted - intercompany	\$7,200							125,423		
Western Cranston Impact Fees						\$10,327		26,972	\$10,630	
Interest	\$69,329	\$88,948		\$10,737						
Commercial Loan										
Total Revenue	\$1,301,529	\$6,338,948	\$200,000	\$899,458	0	\$310,327	\$0	183,430	\$1,064,254	
Expenses:										
Debt Service										
Interest Expenses	(\$1,320,000)	(\$1,786,676)						-100,484		
Commercial Loan payment	(\$103,070)	(\$116,993)						-23,483		
Commercial Loan Interest			(\$385,000)							
Close Accounts			(\$1,910)							
Other Disbursements/Projects	(\$365,207)	(\$5,361,356)	(\$20,798)	(\$1,333,452)	0	(\$262,817)	\$0	(123,867)	(\$927,115)	
Total Expenses	(\$1,788,277)	(\$7,255,024)	(\$407,708)	(\$1,333,452)	0	(\$262,817)	\$0	(123,867)	(\$927,115)	
Cash & Equivalents Balance 12/06	\$3,344,228	\$8,733,199	\$194,161	\$43,348	\$0	\$737,355	\$0	\$1,244,030	\$1,057,653	\$18,235,013