



Handwritten: *filed 7/22/15*
Stamp: JUL 20 2015
Handwritten: *CMS*

RECEIVED
2015 JUL 20 AM 10 35
NJ BPU
MAILROOM

July 16, 2015

Via Express Delivery Service

Ms. Irene Kim Asbury
Secretary of the Board
Board of Public Utilities
44 South Clinton Avenue, 9th floor
P.O. Box 350
Trenton, NJ 08625-0350

Re: I/M/O Middlesex Water Company's Distribution System Improvement Charge
Calculation Pursuant to N.J.A.C. 14:9-10.5
BPU Docket No. WR14050508

Dear Secretary Asbury:

Enclosed for filing please find an original and five (5) copies of Middlesex Water Company's Distribution System Improvement Charge (DSIC) base spending calculation for the September 1, 2014 through August 31, 2015 DSIC recovery period, together with the materials and/or schedules required under N.J.A.C. 14:9-10.5(a) (1) through (a) (2) (i) through (iii) and N.J.A.C. 14:9-10.5(a) (4) (c). Although there remains two months in the current DSIC recovery period, the Company is submitting the base spending calculation to demonstrate compliance with that element of the DSIC requirements as of June 30, 2015.

If you have any questions, please feel free to contact me.

Sincerely,

A. Bruce O'Connor
Vice President, Treasurer and Chief Financial Officer

ABO:as
Enclosures

cc: Stefanie A. Brand, Esq. (two copies via express delivery service)
Christopher Psihoules, DAG (two copies via express delivery service)
Service List – Via Electronic Mail

N:\Rate cases\MWC DSIC WR14050508 Assessment No.1 - February 2015\Assessment\Irene Kim Asbury letter - Filing - July 16, 2015.docx

Middlesex Water Company
2014 DSIC Foundational Filing
BPU Docket No. WR14050508
 ~ Service List A ~

MIDDLESEX WATER COMPANY

<p>Dennis W. Doll Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 ddoll@middlesexwater.com</p>	<p>A. Bruce O'Connor Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 abconnor@middlesexwater.com</p>	<p>Richard M. Risoldi Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 rrisoldi@middlesexwater.com</p>
<p>Raquel Koukourdelis Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 rkoukourdelis@middlesexwater.com</p>	<p>Jay Kooper Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 jkooper@middlesexwater.com</p>	<p>Ada Soto Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 asoto@middlesexwater.com</p>
<p>Michele Tilley Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 mtilley@middlesexwater.com</p>	<p>Robert J. Capko Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 rcapko@middlesexwater.com</p>	<p>G. Christian Andreasen Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 CAndreasen@middlesexwater.com</p>
<p>Brian F. Carr Middlesex Water Company 1500 Ronson Road Iselin, NJ 08830 bcarr@middlesexwater.com</p>		

BOARD OF PUBLIC UTILITIES

<p>Irene Kim Asbury, Secretary Board of Public Utilities Division of Water 44 South Clinton Ave., 9th Floor PO Box 350 Trenton, NJ 08625 irene.asbury@bpu.state.nj.us</p>	<p>Maria Moran, Director Board of Public Utilities Division of Water 44 South Clinton Ave., 9th Floor PO Box 350 Trenton, NJ 08625 Maria.moran@bpu.state.nj.us</p>	<p>Michael Kammer Board of Public Utilities Division of Water 44 South Clinton Ave., 9th Floor P.O. Box 350 Trenton, NJ 08625 Mike.kammer@bpu.state.nj.us</p>
<p>James Kane, Legal Specialist Division of Water & Wastewater 44 South Clinton Ave., 9th Floor P.O. Box 350 Trenton, NJ 08625 jim.kane@bpu.state.nj.us</p>	<p>Mona Mosser Board of Public Utilities Division of Water 44 South Clinton Avenue, 9th Floor P.O. Box 350 Trenton, NJ 08625 mona.mosser@bpu.state.nj.us</p>	<p>Magdy Mekhaeil Board of Public Utilities Division of Water 44 South Clinton Avenue, 9th Floor P.O. Box 350 Trenton, NJ 08625 magdy.mekhaeil@bpu.state.nj.us</p>
<p>Geoffrey Gersten, DAG Division of Law Board of Public Utilities 124 Halsey Street, 5th Floor Newark, NJ 07102 geoffrey.gersten@dol.lps.state.nj.us</p>	<p>Veronica Beke, DAG Division of Law Board of Public Utilities 124 Halsey Street, 5th Floor Newark, NJ 07102 veronica.beke@dol.lps.state.nj.us</p>	<p>Alex Moreau, DAG Dept. of Law and Public Safety Division of Law 124 Halsey Street – 5th Floor Newark, NJ 07101 alex.moreau@dol.lps.state.nj.us</p>
<p>Rupal Patel Board of Public Utilities Division of Water 44 South Clinton Ave., 9th Floor P.O. Box 350 Trenton, NJ 08625 Rupal.patel@bpu.state.nj.us</p>	<p>Ruby Smith Board of Public Utilities Division of Water 44 South Clinton Ave., 9th Floor P.O. Box 350 Trenton, NJ 08625 Ruby.Smith@dol.lps.state.nj.us</p>	<p>Matthew Koczur Board of Public Utilities Division of Water 44 South Clinton Ave., 9th Floor P.O. Box 350 Trenton, NJ 08625 matthew.koczur@bpu.state.nj.us</p>

**Middlesex Water Company
2014 DSIC Foundational Filing
BPU Docket No. WR14050508
~ Service List A ~**

<p>Christopher M. Psihoules, DAG Department of Law & Public Safety Division of Law 124 Halsey Street – 5th Floor Newark, NJ 07101 Christopher.Psihoules@dol.lps.state.nj.us</p>	<p>Yanina Lepore Project Engineer Board of Public Utilities 44 South Clinton Ave., 9th Floor P.O. Box 350 Trenton, NJ 08625 Yanina.lepore@bpu.state.nj.us</p>	
--	--	--

DIVISION OF RATE COUNSEL

<p>Stefanie A. Brand, Esq. Division of Rate Counsel 140 East Front Street - 4th Floor Trenton, NJ 08625 sbrand@rpa.state.nj.us</p>	<p>Debra F. Robinson, Esq. Managing Attorney Water & Wastewater Division of Rate Counsel 140 East Front Street - 4th Floor Trenton, NJ 08625 drobinso@rpa.state.nj.us</p>	<p>Ivette Altamirano Water Utility Division Division of Rate Counsel 140 East Front Street - 4th Floor Trenton, NJ 08625 icotto@rpa.state.nj.us</p>
<p>Darlene Nichols Division of Rate Counsel Paralegal for Water & Wastewater 140 East Front Street – 4th Floor P.O. Box 003 Trenton, NJ 08625 dnichols@rpa.state.nj.us</p>	<p>Susan McClure Division of Rate Counsel 140 East Front Street – 4th Floor P.O. Box 003 Trenton, NJ 08625 smcclure@rpa.state.nj.us</p>	<p>Howard J. Woods Jr. Howard J. Woods, Jr. & Assoc., I.L.C 138 Liberty Drive Newtown, PA 18940-1111 howard@howardwoods.com</p>

DSIC Assessment #1 - September 1, through February 28, 2015

Project ID #	Project Name / Location	Project Description	In Service Date	Original Projected In-Servcie Date	Actual Transferred to UPIS as of 06/30/2015	Original Estimated Project Cost
01B-14Serv	Service Line Blanket	Service line replacement & relocations during the year	2/24/2015	2/28/2015	\$414,000	\$480,020
01B-14Main (1)	2014 Mains Blanket Sep-Dec+2015 blanket Jan-Feb	Installation & Replacement of miscellaneous T&D mains during the year	2/24/2015	2/28/2015	\$360,802	\$230,678
01B-14Hyd	Hydrant Blanket	Hydrant replacement & relocations during the year	2/24/2015	2/28/2015	\$197,829	\$162,000
01P-12-315	George Street Dead End Closure, South Amboy, NJ	Installation of approximately 300' of 8" main on Mason Street in South Amboy. Work will extend from John Street to dead end main on George Street. The work will also include the installation /replacement of valves and hydrants.		2/28/2015	\$0	\$100,000
01P-13-302	NE Metuchen Reinforcement	Replacement of existing 6" distribution main with 12" distribution main to improve fire flows in the area.	1/16/2015	2/28/2015	\$449,509	\$659,000
Total Base Spend Project Costs					\$1,422,139	\$1,631,698

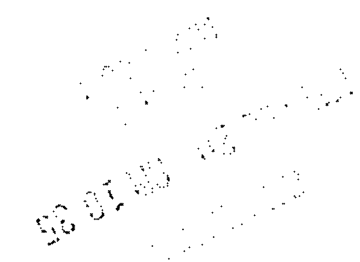
01B-14Serv (2)	Service Line Blanket	Service line replacement & relocations during the year	2/24/2015	2/28/2015	\$200,072	\$480,020
01P-14-301	Renew 2014 - Colonia/Woodbridge Post Sept 1	Distribution System rehabilitation project including Cleaning and Lining and replacements in Woodbridge Iselin/Colonia. Portion of Project to be done as Phase 2 starting after September 1, 2014.	12/19/2014	2/28/2015	\$2,048,457	\$1,550,000
01P-12-316	Division Street Main Replacement (old 04-531)	Replacement of approximately 1,000 6" main with 8" from the intersection of Daniel to Birch including services valves, and hydrants.	12/19/2014	2/28/2015	\$154,689	\$190,000
01P-14-317	Route 35 Main Crossing at Ronald Drive	Replacement of 6" main in existing casing pipe - Approximately 100 lf.		2/28/2015	\$0	\$50,000

Total DSIC Spend Project Costs	\$2,403,218	\$2,270,020
---------------------------------------	--------------------	--------------------

TOTAL BASE SPENDING	\$1,422,139
TOTAL DSIC SPENDING	\$2,403,218
TOTAL DSIC ELIGIBLE SPENDING	\$3,825,357

(1) - The increase in this category is due to an unexpected quantity of breaks for larger sized mains.

(2) - The increase in this category is due to unanticipated number and degree of difficulty encountered in replacement service installations.



DSIC Assessment #2 - March 1, through August 30, 2015

Project ID #	Project Name / Location	Project Description	In Service Date	Original Projected In-Servcie Date	Actual Transferred to UPIS as of 06/30/2015	Original Estimated Project Cost
01P-12-319	Washington Avenue Dead End Closure	Installation of approximately 300' of 8" main on Washington Road in South Amboy to tie in dead end providing fire service to a commercial area in the Northwestern section of town.		8/31/2015	\$0	\$175,000
01P-14-305	John Street - Carteret	Replacement of 1,200 feet of 4" main with 8" main on John Street. Project from Roosevelt to Beverly St.	6/30/2015	8/31/2015	\$294,233	\$250,000
01P-15-301	RENEW 2015 - Edison Pre August 2015	Distribution System rehabilitation project including Cleaning and Lining and replacements in Edison		8/31/2015	\$0	\$500,000
01P-12-317	Lehigh Avenue Main Replacement	Replacement of approximately 900' of unlined 6" main with 8" main on Lehigh Avenue in Avenel. Work extends from intersection of Oak Street to the westerly dead-end and includes replacement of services, valves and hydrants.		8/31/2015	\$0	\$171,000
01B-15Serv	Service Line Blanket	Service line replacement & relocations during the year	6/30/2015	8/31/2015	\$309,854	\$188,000
01B-15Main	Mains Blanket	Installation & Replacement of miscellaneous T&D mains during the year	6/30/2015	8/31/2015	\$407,095	\$227,692
01B-15Hyd	Hydrant Blanket	Hydrant replacement & relocations during the year	6/30/2015	8/31/2015	\$160,152	\$126,000
01B-15MRP	Main Replacements Due to Municipal Road Projects	Replacements of mains with history of failures or issues ahead of municipal road paving programs.		8/31/2015		\$0
01P-15-315	Wright Street Water Main Replacement	Replacement of 680 lf of 6" main with 8" DIP on Wright Street in Iselin	6/30/2015	8/31/2015	\$342,612	(3) (A)
01P-14-201	Smith Street 12" Main Replacement	12" Smith Street Dead End Closure - Closure of 12" Dead End in conjunction with 20" Main Relocation	6/30/2015	8/31/2015	\$119,210	(3) (B)
01P-14-332	Florida Grove Road 8" Main Replacement	Replacement of 6" main due to sewer collapse at Florida Grove Road	6/30/2015	8/31/2015	\$141,851	(3) (C)
01P-13-302	NE Metuchen Reinforcement	COMPLETION of Replacement of existing 6" distribution main with 12" distribution main to improve fire flows in the area.		8/31/2015		\$200,000

Total Projects Completed as of June 30, 2015	\$1,775,007	\$1,837,692
Base Spending Projects	\$1,775,007	\$1,775,007
DSIC Projects	\$0	\$62,685

Total Projects Completed 09/01/2014 - 06/30/2015	\$5,600,364	\$5,663,049
Base Spending Projects	\$3,197,146	\$3,197,146
DSIC Projects	\$2,403,218	\$2,465,902

(3) - Not included in Foundational Filing. (A) Required due to Woodbridge road paving program. (B) Required due to Driscoll Bridge highway project. (C) Sewer line collapse resulted in water line collapse.

06/30/2015
 06/30/2015
 06/30/2015