

**Aquarion Water Company Bi-Annual Report on Planned and Completed Capital Improvements to
the Abenaki Water Company Systems**

July 15, 2026

Aquarion Company (“Aquarion”) provides this report pursuant to Order No. 26,549 issued by the New Hampshire Public Utilities Commission (the “Commission”) in Docket DW 21-090 on November 12, 2021 (the “Order”), and the Settlement Agreement dated November 9, 2021, as approved in the Order. Specifically, Section 10.1 of the Settlement Agreement requires Aquarion to provide a bi-annual update of planned and completed capital improvements to the Abenaki Water Company (“Abenaki”) water systems. This report provides the update as of June 30, 2026.

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Lakeland (Belmont)

The planned capital improvements through 2028 are presented below:

Project Description	Actual Spend through June 30, 2026 Since the Acquisition of NESC in Dec 2021	2026 Projected Spend	2027 Projected Spend	2028 Projected Spend	Total Spend (Actual + Projected)
Water System Mapping & Improvements	\$7,316	\$600	\$600	\$600	\$9,116
SCADA & Instrumentation Upgrades	\$35,107	\$5,500	\$4,800	\$7,000	\$52,407
Generator for Plummer Hill Booster Station	\$35,503	\$ -	\$ -	\$ -	\$35,503
Generator for Wells & Treatment Plant	\$85,552	\$ -	\$ -	\$ -	\$85,552
Treatment Plant Disinfection System	\$53,150	\$292,037	\$ -	\$ -	\$345,187
Plummer Booster Pump Station Safety Improvements	\$1,725	\$ -	\$ -	\$ -	\$1,725
Well 5 Access Road and Rehab	\$117,877	\$22,123	\$ -	\$ -	\$140,000
Customer Meter Replacement	\$26,615	\$ -	\$207	\$ -	\$26,822
Well Production Study	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$362,845	\$320,260	\$5,607	\$7,600	\$696,312

In Progress or Completed:

- ***Water System Mapping Improvements*** – Revisions and adjustments to the mapping are periodically made when new information becomes available.
- ***SCADA and Instrumentation Upgrades*** – Telemetry and data acquisition equipment was installed at the facility to monitor station operations in 2023. Direct monitoring of the storage tank level was added, along with associated programming changes for pump operations.
- ***Generator for Plummer Hill Booster Station*** – The project is complete and in service.
- ***Generator for Wells and Treatment Plant*** – This project is complete and in service.
- ***Treatment Plant Disinfection System*** – The Lakeland System is not currently providing chlorine disinfection of the water supply. Chlorination of water systems is an important safeguard to public health and is a company policy for Aquarion, and the same policy will apply to Abenaki. A water quality evaluation and alternatives analysis for chlorine addition was completed in 2024. This project was awarded to T Buck Construction in February 2026 and construction is expected to be complete by the end of 2026. .
- ***Plummer Booster Pump Station Safety Improvements*** – Stairway improvements were completed in 2024. This project is complete and in service.
- ***Well 5 Access Road and Rehab*** – A temporary access road was constructed in 2025 to allow access to Well 5 of the Lakeland system. The well was upgraded with a new pump and well piping and the well was redeveloped to improve the production. In 2026, Aquarion is working on converting the temporary access road to a permanent access road.
- ***Customer Meter Replacements*** – Meter replacements were completed in compliance with the PUC's periodic meter replacement schedules.

Planned for 2026:

- ***Customer Meter Replacements*** – Meter replacements in compliance with the PUC’s periodic meter replacement schedules.
- ***SCADA and Instrumentation Upgrades*** –The disinfection project includes additional flow and chemical monitoring equipment, to be followed by more programming changes for chemical feed dosing.

Future Years (2027-2028):

- ***SCADA and Instrumentation Upgrades*** – Equipment updates and repairs will be completed as necessary.
- ***Customer Meter Replacement*** – Meter replacements in compliance with the PUC’s periodic meter replacement schedules.
- ***Well Production Study*** – This project includes retaining a consultant to evaluate the production capability of each well to evaluate their long-term viability. The project has been delayed at this time and will be re-evaluated to determine the appropriate time for completion.

White Rock (Bow)

The remainder of the \$350,000 grant from the New Hampshire Drinking Water and Groundwater Trust Fund (“NHDWGTF”) was spent in 2024. The planned capital improvements through 2028 are presented below:

Project Description	Actual Spend through June 30, 2026 Since the Acquisition of NESC in Dec 2021	2026 Projected Spend	2027 Projected Spend	2028 Projected Spend	Projected / Received Grant	Total Spend (Actual + Projected)
Water System Mapping & Improvements	\$11,232	\$600	\$600	\$600	\$ -	\$13,032
SCADA & Instrumentation Upgrades	\$85,801	\$4,000	\$4,800	\$7,000	\$ -	\$101,601
Design & Replacement of Water Mains	\$ -	\$15,000	\$150,000	\$ -	\$ -	\$165,000
Regulator Upgrades & New Isolation Valves	\$91,116	\$ -	\$ -	\$ -	\$(17,243)	\$73,873
Regulators Replacements – White Rock	\$57,422	\$ -	\$ -	\$ -	\$ -	\$57,422
Water Supply Improvements	\$457,661	\$ -	\$ -	\$ -	\$(229,857)	\$227,805
Arsenic Treatment System Upgrade	\$190,119	\$ -	\$ -	\$ -	\$(68,193)	\$121,926
Well Production Study	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Meter Replacement	\$10,577	\$ -	\$ -	\$207	\$ -	\$10,784
Total	\$903,928	\$19,600	\$155,400	\$7,807	\$(315,293)	\$771,442

Note:

Grant funds totaling \$34,707 were utilized prior to the acquisition for a storage tank lining project. Along with the amount shown above, the total grant funding is \$350,000.

The program funding is comprised of a \$350k grant, \$125k loan, and company contributed funds of \$130.5k for a total of \$606,000. The funds are supporting the regulator upgrades, well rehabilitation, and arsenic treatment projects.

In Progress or Completed:

- **Water System Mapping Improvements** – Revisions and adjustments to the mapping will be made as updated information becomes available.
- **SCADA and Instrumentation Upgrades** – Telemetry and data logging equipment (Telog) was installed at the facility to monitor station operations. Instrumentation upgrades include instrumentation to monitor well water levels, tank water level, and individual well flows, along with a new programmable logic controller to monitor and control the facility.
- **Regulator Upgrades & New Isolation Valves** – Two of the five pressure reducing valves (PRVs) were replaced by the end of 2023. A blow off and two isolation valves were also installed with this project.
- **Regulators Replacements – White Rock** – The final three PRVs were replaced in 2024 with final testing and adjustments completed in 2025.
- **Water Supply Improvements** – An exploratory well was drilled on the Town’s property. The well was drilled to a depth of approximately 820 feet with an estimated yield of one gallon per minute. Given the unfavorable results at the well site and based on the recommendation from their Consultant, Aquarion has decommissioned the new well and removed the gravel access road from the Town’s property. Final restoration was completed in Spring of 2025. Due to the unfavorable results with the new source exploration and to improve the quantity of water obtained from existing

wells, Aquarion proceeded with hydrofracking of their existing wells. Hydrofracking improved the production capacity of all wells.

- ***Arsenic Treatment System Upgrade*** – This project is complete and in service.
- ***Customer Meter Replacements*** – Periodic water meter replacements were completed in compliance with the PUC’s periodic meter replacement schedule.
- ***Well Production Study*** – This project was completed within the scope of the Water Supply Improvements project. The process of redeveloping Wells 2 & 3 included pump tests, water quality sampling, monitoring water levels, and inspecting of all equipment (still tubes, column piping, pumps, wiring), with replacement as necessary.

Planned for 2026:

- ***SCADA and Instrumentation Upgrades*** – Existing equipment will be evaluated to determine additional upgrades necessary for the system.

Future Years (2027-2028):

- ***SCADA and Instrumentation Upgrades*** – Equipment updates and repairs will be completed as necessary.
- ***Design & Replacement of Water Mains*** – System areas will be evaluated for replacement. Main break records will be kept for reference in the evaluation.
- ***Customer Meter Replacements*** – Meter replacements in compliance with the PUC’s periodic meter replacement schedules.

Tioga River (Belmont)

The planned capital improvements through 2028 are presented below:

Project Description	Actual Spend through June 30, 2026 Since the Acquisition of NESC in Dec 2021	2026 Projected Spend	2027 Projected Spend	2028 Projected Spend	DWGTF Grant	Total Spend (Actual + Projected)
Water System Mapping & Improvements	\$4,946	\$600	\$600	\$600	\$ -	\$6,746
SCADA & Instrumentation Upgrades	\$10,127	\$5,000	\$5,000	\$7,000	\$ -	\$27,127
Design & Replacement of Water Mains	\$80,826	\$ -	\$ -	\$ -	\$(5,000)	\$75,826
Generator for Wells & Treatment Station	\$26,465	\$ -	\$ -	\$ -	\$ -	\$26,465
Well Production Study	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Meter Replacement	\$164	\$200	\$200	\$200	\$ -	\$764
Total	\$122,528	\$5,800	\$5,800	\$7,800	\$(5,000)	\$136,928

In Progress or Completed:

- ***Water System Mapping Improvements*** – Revisions and adjustments to the mapping will be made as updated information becomes available.
- ***SCADA and Instrumentation Upgrades*** – Telemetry equipment has been installed. Additional work is needed to be fully functional and communicating with the system. Equipment updates and repairs will be completed as necessary.
- ***Design & Replacement of Water Mains*** – Approximately 300 linear feet of water main on Tioga Drive was replaced in Spring 2023. The New Hampshire Drinking Water and Groundwater Trust Fund (DWGTF) previously awarded a \$5,000 grant towards the project improvements, as shown in the table above.
- ***Generator for Wells and Treatment Station*** – The project is complete and in service.
- ***Customer Meter Replacements*** – Meter replacements were completed in compliance with the PUC's periodic meter replacement schedules.

Planned for 2026:

- ***Customer Meter Replacements*** – Meter replacements in compliance with the PUC's periodic meter replacement schedules.
- ***SCADA and Instrumentation Upgrades*** – Existing equipment will be evaluated to determine additional upgrades necessary for the system.

Future Years (2027-2028):

- ***Water System Mapping Improvements*** – Revisions and adjustments to the mapping will be made as updated information becomes available.
- ***SCADA and Instrumentation Upgrades*** – Equipment updates and repairs will be completed as necessary.

- ***Well Production Study*** – This project includes retaining a consultant to evaluate the production capability of each well to evaluate their long-term viability. The project has been delayed at this time and will be re-evaluated to determine the appropriate time for completion.
- ***Customer Meter Replacements*** – Meter replacements in compliance with the PUC's periodic meter replacement schedules.

Gilford Village (Gilford)

The planned capital improvements through 2028 are presented below:

Project Description	Actual Spend through June 30, 2026 Since the Acquisition of NESC in Dec 2021	2026 Projected Spend	2027 Projected Spend	2028 Projected Spend	Total Spend (Actual + Projected)
Water System Mapping & Improvements	\$2,730	\$600	\$600	\$600	\$4,530
SCADA & Instrumentation Upgrades	\$18,405	\$3,400	\$4,800	\$7,000	\$33,605
Design & Replacement of Water Mains	\$184,255	\$ -	\$10,000	\$140,000	\$334,255
Generator for Wells & Treatment Station	\$92,750	\$ -	\$ -	\$ -	\$92,750
Storage Tank Lining	\$60,511	\$ -	\$ -	\$ -	\$60,511
Well Production Study	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Meter Replacement	\$2,657	\$200	\$200	\$200	\$3,257
Total	\$361,308	\$4,200	\$15,600	\$147,800	\$528,908

In Progress or Completed:

- ***Water System Mapping Improvements*** – Mapping work will continue in 2026 for the location of existing equipment, water main, and associated appurtenances.
- ***SCADA and Instrumentation Upgrades*** – Installation of new equipment and replacement of obsolete or damaged equipment will continue through 2028.
- ***Design and Replacement of Water Mains*** – The main serving Bacon Drive was replaced in 2023. Approximately 415 linear feet of 4-inch high density polyethylene (HDPE) pipe, services, valves, services, and curb stops were installed to replace the existing main. The 2” meter pit was replaced in 2024 and a new meter was installed.
- ***Generator for Wells and Treatment*** – This project is complete and in service.
- ***Storage Tank Lining***– The system storage tank was inspected in 2022 per NHDES requirements and it was determined that the entire interior coating of the tank had worn away over the approximate 50-years it has been in service. A new interior tank lining was installed in 2023 and is in service.
- ***Customer Meter Replacements*** – Meter replacements were completed in compliance with the PUC’s periodic meter replacement schedules.

Planned for 2026:

- ***Customer Meter Replacements*** – Meter replacements in compliance with the PUC’s periodic meter replacement schedules.
- ***SCADA and Instrumentation Upgrades*** – Existing equipment will be evaluated to determine additional upgrades necessary for the system.

Future Years (2027-2028):

- ***Water System Mapping Improvements*** – Revisions and adjustments to the mapping will be made as updated information becomes available.
- ***SCADA and Instrumentation Upgrades*** – Equipment updates and repairs will be completed as necessary.
- ***Well Production Study*** – This project includes retaining a consultant to evaluate the production capability of each well to evaluate their long-term viability. The project has been delayed at this time and will be re-evaluated to determine the appropriate time for completion.
- ***Customer Meter Replacements*** – Meter replacements in compliance with the PUC's periodic meter replacement schedules.
- ***Design and Replacement of Water Mains*** - System areas will be evaluated for replacement. Main break records will be kept for reference in the evaluation.

Rosebrook (Carroll)

The Rosebrook System is in the Bretton Woods area of the Town of Carroll, New Hampshire. There are high pressures in large areas of the system. Abenaki has been working closely with the New Hampshire Department of Environmental Services (“NHDES”) to coordinate design activities and planned construction to satisfy a Letter of Deficiency (LOD) that was issued for treatment building deficiencies and high system pressures. Construction of the new Rosebrook Treatment Plant which addressed treatment deficiencies was completed in 2025. Phase II of the pressure reduction project would have lowered pressures in much of the system. However, through the process of designing, pricing, and projecting O&M consequences of the pressure reduction project it was concluded that the reduction of system pressure would not be cost-effective and would adversely impact system operations. As such, Aquarion requested a waiver from NHDES related to the system pressures. NHDES granted this waiver in January 2026, so the Phase II pressure reduction project is no longer moving forward. The NH Drinking Water & Groundwater Trust Fund loan of \$2,520,000 and grant of \$280,000 was utilized entirely on the Phase I Treatment Plant Project. Additionally, Abenaki is providing a \$280,000 credit towards expenditures on the pressure reduction project, as agreed to during the acquisition of the New England Service Company (“NESC”). The planned capital improvements through 2028 are presented below:

Project Description	Actual Spend through June 30, 2026 Since the Acquisition of NESC in Dec 2021	2026 Projected Spend	2027 Projected Spend	2028 Projected Spend	Projected / Received Grant / Contribution	Total Spend (Actual + Projected)
Water System Mapping & Improvements	\$18,949	\$600	\$600	\$600	\$ -	\$20,749
SCADA & Instrumentation Upgrades	\$61,242	\$4,350	\$5,000	\$7,000	\$ -	\$77,592
Station Pressure Reduction & Treatment (Phase I)	\$3,077,100	\$75,000	\$ -	\$ -	\$(280,000)	\$2,872,100
System Pressure Reduction (Phase II)	\$395,115	\$ -	\$ -	\$ -	\$(280,000)	\$115,115
Install 16-inch Isolation Valves	\$26,770	\$70,500	\$ -	\$ -	\$ -	\$97,270
Isolation Valve Replacements	\$3,722	\$17,000	\$18,000	\$19,000	\$ -	\$57,722
Second River Crossing/Base Lodge Main Relocation	\$15,533	\$76,467	\$901,800	\$ -	\$ -	\$993,800
Well Production Study	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Meter Replacement	\$13,511	\$300	\$67,896	\$1,242	\$ -	\$82,949
Total	\$3,611,942	\$244,217	\$993,296	\$27,842	\$(560,000)	\$4,317,297

In Progress or Completed:

- **Water System Mapping** – The system mapping will be updated as new information becomes available.
- **SCADA and Instrumentation Upgrades** – Installation of new equipment and replacement of obsolete or damaged equipment will continue through 2028.
- **Station Pressure Reduction & Treatment (Phase I)** – Construction was completed on the new Rosebrook Water treatment plant in September 2025 and the facility is now online.. There are

remaining punchlist and restoration items which will be complete in the Summer of 2026. Information regarding project cost and financing, under Docket 21-061, can be viewed on the NHPUC website at the following link: <https://www.puc.nh.gov/regulatory/Docketbk/2021/21-061.html>

- **System Pressure Reduction (Phase 2)** – As noted above, the process of designing, pricing, and projecting O&M consequences of the pressure reducing valves led Aquarion to the conclusion that installation of the pressure reducing valves would not be cost effective (compared to other infrastructure investments and considering the impact on water rates) and could adversely impact system operations. As such, this project was discontinued following receipt of a waiver from NHDES in regards to the pressure requirements. **Install 16-inch Isolation Valves** – A consultant is currently working on the design of several 16-inch isolation valves for placement on the system trunk line for improved operational control during maintenance and potential emergency situations.
- **Customer Meter Replacements** – Meter replacements were completed in compliance with the PUC's periodic meter replacement schedules.
- **Isolation Valve Replacements** – The replacement of select inoperable and/or damaged valves are completed regularly and planned for 2026-2028. The status of valve operability is evaluated during the annual valve exercising program. **Second River Crossing/Base Lodge Main Relocation** – In order to better manage risk throughout the distribution system, a second river crossing is currently in design with construction expected in 2027. Relocation of the Base Lodge water main will be considered as part of the design. The base lodge main will be relocated once a complete understanding of future development within the base lodge area is better understood.

Planned for 2026:

- **Customer Meter Replacements** – Meter replacements in compliance with the PUC's periodic meter replacement schedules.
- **SCADA and Instrumentation Upgrades** – Existing equipment will be evaluated to determine additional upgrades necessary for the system.
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Future Years (2027-2028):

- **SCADA and Instrumentation Upgrades** – Equipment updates and repairs will be completed as necessary.
- **Well Production Study** – This project includes retaining a consultant to evaluate the production capability of each well to evaluate their long-term viability. The project has been delayed at this time and will be re-evaluated to determine the appropriate time for completion.
- **Customer Meter Replacements** – Meter replacements in compliance with the PUC's periodic meter replacement schedules.