STEPHEN P. ST. CYR & ASSOC.

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August 29, 2008

Ms. Debra Howland Executive Director & Secretary NHPUC 21 S. Fruit Street, Suite 10 Concord, N. H. 03301-2429

Re:

DW 08-088 Hampstead Area Water Company

Petition for Authority to Borrow Long Term Debt, to Construct Water System Interconnection, to Extend Franchise Area, and for Step Rate Increase

Dear Ms. Howland:

Please find enclosed an original and seven copies of revised schedules to Hampstead Area Water Company's ("HAWC" or "Company") filing in DW 08-088. The revisions to the schedules are due to the inclusion of an interconnection grant. The grant program reimburses 25% of eligible costs for public water system interconnection projects. See enclosed copy of NHDES letter dated December 26, 2007 re: Interconnection Grant. The interconnection grant does not reduce the amount of financing that HAWC is requesting. However, it does reduce the revenue requirement and the related rates.

If you have any questions or comments, please call me at 207-282-5222 or email me at stephenpstcyr@yaho.com.

Sincerely,

Stephen P. St. Cyr

Cc: John Sullivan Robert C. Levine