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PSC NO: 3 - WATER STATEMENT TYPE: CIS
COMPANY: FOREVER WILD WATER COMPANY, INC. STATEMENT NO: 1
INITIAL EFFECTIVE DATE: September 26, 2015

(Issued in Compliance with Commission Order issued September 17, 2015 in Case 14-W-0307)

CAPITAL IMPROVEMENT SURCHARGE STATEMENT NO. 1

Forever Wild Water Company, Inc. (Company) is authorized to surcharge the bills of all customers served by the Company's Signor System, quarterly for 40 quarters, to repay Champlain National Bank for a loan in the amount of $411,000 plus interest at an annual interest rate of 5.67% that will be used to construct a new 158,100 gallon water storage tank and a supervisory control and data acquisition system in the Company's Signor System, estimated to cost $411,000. The initial quarterly surcharge commencing with the first billing period after the effective date of this statement is estimated to be $36.59 per quarter per service connection, and there are currently 370 active service connections in the Signor System.

The calculation of the initial surcharge is shown below:

Quarterly debt service funding required:	$4,512.83
Quarterly surcharge for each service connection	$36.59

The Champlain National Bank loan is an adjustable rate loan. The rate will adjust every five (5) years of the loan term and will be determined by adding a margin of 350 basis points (3.50 percentage points) to the index. The index is the then-prevailing Federal Home Loan Bank of New York five (5) year advance rate. The surcharge amount will be adjusted after the initial five year period provided that the Company files a new surcharge statement with the Commission showing the quarterly surcharge amount needed to meet the loan terms at that time.

The Company will establish and maintain throughout the loan term a deposit account with Champlain National Bank in which all payments collected as a result of this surcharge shall be deposited. The account will be subject to the following conditions:

1. The account will be under the control of the Company, and the Company will have access to the funds in this account solely for the purposes noted above and any taxes associated with the account.

2. Any interest earned by the account shall remain in the account to cover the cost of the improvements described above.

3. Customers terminating service will not be entitled to a refund of payments made to this account.

4. By January 30 of each year, the Company shall submit copies of all bank statements showing all deposits to and withdrawals from the account in the prior calendar year. All information should be sent to the Chief of the Gas & Water Rates Section, Office of Electric Gas & Water, Department of Public Service.

Issued By: Wayne R. Keeney, President, P.O. Box 162, Jay, NY 12941
(Name of Officer, Title, Address)