

PSC NO: 3 - WATER

LEAF: 53

COMPANY: HERITAGE HILLS WATER-WORKS CORPORATION

REVISION: 0

INITIAL EFFECTIVE DATE: November 30, 2010

SUPERSEDING REVISION:

FOURTH: In addition, to pay a surcharge until the obligation to do so shall terminate pursuant to this agreement. The surcharge shall be at the rate of twelve (12%) per cent per year, of the actual, reasonable cost of such portion of the said main extension (excluding the cost of any service pipe and accessories) that is in excess of seventy-five (75) feet distance from the end of the nearest water main appropriate to the service requested.

However, should the main be greater than six (6) inches in diameter, when not necessary for the service requested, the surcharge shall be limited to twelve (12%) per cent per year of the estimated cost of six (6) inch main.

In the event that any hydrant is connected to the said extension the amount of main allowed without a surcharge shall be increased twenty (20) feet for each hydrant so connected thereto.

The surcharge shall be paid ratably at the end of each regular billing period, beginning at the date when water service is first available to the applicant.

It is understood and agreed that the purpose of the surcharge is to provide for revenue deficiencies accruing from this extension and is not for the purpose of paying any part of the cost of constructing the extension.

FIFTH: In the event that the applicant ceases to be a customer of the Company, the obligation to pay surcharges shall continue, unless the new owner or occupant of the premises agrees to assume all obligations under this agreement.

SIXTH: On or before the execution of this agreement to furnish the Company with reasonable security for the faithful performance of any covenants herein agreed to be performed by the applicant.

ARTICLE THREE

BOTH PARTIES AGREE THAT:

FIRST: Whenever more than one customer shall be connected to said extension, the surcharge mentioned in Article Two shall be so adjusted as to yield to the Company not more than twelve (12%) per cent in any one year from all customers connected from said extension.

SECOND: Said surcharge shall be reasonably allocated to the several customers served from said extension, taking into account that seventy-five (75) feet of main and the

Issued By: Henry Paparazzo, President, Southbury, Connecticut 06488