

PSC NO: 3 - WATER	LEAF: 57
COMPANY: HERITAGE HILLS WATER-WORKS CORPORATION	REVISION: 0
INITIAL EFFECTIVE DATE: November 30, 2010	SUPERSEDING REVISION:

(3) The balance of the deposit retained by the Company shall be refunded without interest as follows:

(a) In its entirety when,

(i) The average revenue for the third, fourth, and fifth years from all customers served by the extension equals twenty-five percent of such deposit, or

(ii) The number of customers served by the extension times seventy-five feet (plus an allowance of twenty feet per hydrant) equals or exceeds the total length of the extension.

(b) In part, at the expiration of five years from the date that water service is made available from said extension, by the equivalent of the amount determined by application to the said deposit of the greater of the two ratios developed by computation of:

(i) The ratio of seventy-five feet times the number of customers (plus an allowance of 20 feet per hydrant) to the entire length of the extension, or

(ii) The ratio of the average yearly revenues for the third, fourth and fifth years from all customers served by the extension to twenty-five percent of said deposit.

(4) Any refund determined pursuant to (3) above, if not paid within sixty days after the date such refund becomes due, shall bear interest at the rate of seven (7) percent per annum from the date it becomes due, except that such interest shall cease when reasonable effort has been made to make such refund. Any balance or remainder of the deposit shall be retained by the Company.

(5) The facilities installed by the Company pursuant to this agreement shall be and remain the property of the Company, and the Company shall have the right to make further extensions without obligation to make any refund to the Applicant other than those provided for above. This agreement shall be binding upon the respective parties, their successors, and assigns.

IN WITNESS WHEREOF, the parties hereto have duly executed this agreement, this _____ day of _____ 20__.

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