

PSC No. 5 - WATER**LEAF NO.: 44****COMPANY: NEW YORK AMERICAN WATER COMPANY, INC.****REVISION: 1****INITIAL EFFECTIVE DATE: JUNE 1, 2017****SUPERSEDING REVISION:**

Issued in compliance with Commission Order issued May 18, 2017 in Case 16-W-0259

VII. INSTALLATION OF SERVICES (CONTINUED)

- 3.2.2.1. the applicant will own or occupy a premises in a permanent structure and on a building lot which both comply with governmental building codes and requirements;
- 3.2.2.2. the applicant will take service for at least one year continually on an annual or seasonal basis; and
- 3.2.2.3. the applicant will take service within 60 days of completion of the main extension;
- 3.2.3. that he shall first have executed an agreement, the terms of which shall provide substantially as follows:
 - 3.2.3.1. applicant shall agree to pay the Company the rates and charges set forth in the applicable service classification; and in addition a surcharge of nineteen (19) percent (return, depreciation, taxes and maintenance) per year of the actual, reasonable cost of such portion of 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, if the size of said extension be six (6) inches or less in nominal diameter, or if the service requested requires a main larger than six (6) inches in diameter; or nineteen (19) percent of the estimated cost of a six (6) inch main if the Company lays a main greater than six (6) inches in diameter when not necessary for the service requested; provided, however, said surcharge to be paid on a prorated basis at the end of each billing period, provided, however, that said surcharge shall begin at the date water service is first available to the applicant and shall be collected for ten (10) years.
 - 3.2.3.2. Whenever more than one customer shall be connected to said extension, said surcharge shall be so adjusted as to yield to the Company not more than said nineteen (19) percent in any one year from all customers served from said extension and surcharge shall be reasonably allocated to the several customers served from said extension taking into account that 75 feet of main and a service are to be allowed without surcharge for each customer connected thereto.
 - 3.2.3.3. Whenever the number of customers on a main extension multiplied by seventy-five (75) feet shall equal or exceed the length of the main extension, all surcharges shall cease.
 - 3.2.3.4. In lieu of the above surcharge, the applicant may at his option pay the cost of the main extension in excess of seventy-five (75) feet subject to annual refunds, without interest, related to the number of new customers added to the extension each year multiplied by seventy-five (75) feet; however, refunds shall cease after 10 years or when the total of all refunds equals the amount of the original payment made by the applicant.
- 3.3. The applicant shall first have furnished reasonable security as to performance of his agreement if so required by said water works corporation; said reasonable security as to performance shall be by advance payment of the surcharge for a period not to exceed one year, or where an applicant's premises does not yet exist, by completion of the foundation and construction of a substantial portion of the premises framing before main extension construction is commenced, or

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Cancelled by supplement No. 14 effective 04/01/2023