

PSC No: 1 – Water
UNITED WATER NEW ROCHELLE INC.
Initial Effective Date: January 1, 2009

Statement Type: DEPC
Statement No. 2

DEFERRED EXCESS PER CAPITA (DEPC) ADJUSTMENT SURCHARGE STATEMENT

Applicable to all Metered Customers

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Applicable to all Metered Customers

The Company has accumulated certain deferred debts on its books resulting from charges for “excess” water consumption imposed by NYCWB for per capita water use on the Company’s system in excess of per capita water use in New York City. These excess water costs, which are for the period September 24, 1994 through September 30, 2008, have not been and are not presently recovered in rates, and, in particular, are not recovered in the Purchased Water Adjustment Statement (PWAS) surcharge in effect in the tariff. The Company will collect this deficiency over a three year period, which commenced on October 1, 2008. The surcharge to be applied to all customer bills shall be increased from \$0.2700 per hundred cubic feet (Ccf) to \$0.2914 per Ccf effective on January 1, 2009 and shall be subject to all revenue based taxes. The surcharge shall continue through September 30, 2011 or until a total **\$6,713,991**, which includes interest calculated at the authorized Other Customer Capital Rate of 5.50%, less the amount recovered in October, November and December 2008 through DEPC Statement No. 1 has been recouped, at which time this surcharge shall expire.

Issued in compliance with the Commission Order in Case 04-W-1221 dated September 29, 2008.

Issued by: M.J. Pointing, V.P. & Gen. Mgr., 225 Palmer Ave., New Rochelle, NY 10801