

PSC NO: 1 - WATER
Crystal Water Supply Company, Inc.
Initial effective date: October 1, 2010

Statement Type: CIS
Statement No: 2

(Issued in compliance with Commission Order in C. 10-W-0094, issued and effective September 20, 2010)

CAPITAL IMPROVEMENTS SURCHARGE STATEMENT NO. 2

Crystal Water Supply Company, Inc. was required by Sullivan County Department of Health to make major capital improvements to its water system to ensure compliance with federal regulations with respect to service quality standards. The capital improvements that included developing two new wells near Anawana Lake, a new pump and upgrades to the control and disinfection system in the pump house cost approximately \$120,000. A portion of the cost (\$70,000) was absorbed by the company; the \$50,000 balance is to be recovered through a capital improvements surcharge from the homes in the Hidden Ridge development.

By Commission order issued on September 20, 2010, in Case 10-W-0094, the company is authorized to implement a capital improvement surcharge designed to collect \$50,000, to reimburse the company for funds advanced to pay for the share of the cost allocable to the homes in the Hidden Ridge development. The surcharge will be subject to the following conditions:

1. The capital improvements surcharge should be applied over two quarterly billing periods at a rate of \$166.67 per home per quarter, commencing October 1, 2010. The surcharge will cease when the amount of the \$50,000 is fully recovered.
2. Any customer terminating service during the collection period will not be entitled to a refund of his/or her payment made toward the surcharge account.

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