

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

Statement Type: EPCA
 Statement No. 2

EXCESS PER CAPITA (EPCA) ADJUSTMENT SURCHARGE STATEMENT

Applicable to all Metered Customers

Part I. General Description

Purpose: To recover excess per capita purchased water costs associated with the purchase of excess water from the New York City Water Board and to become effective on October 1, 2008.

Part II. Computation of the Excess Per Capita Adjustment Surcharge

For all costs associated with the purchase of excess water from the New York City Water Board after September 30, 2008, the Company will recover all such costs based on the following formula:

Formula:

$$EPCA = [(MG * NYCWB) + (PYA - PYB)] / CCF$$

$$\mathbf{\$0.1964 = [(626.92 * \$2,567.07) + (\$671,814 - \$786,674)] / 7,607,982 \text{ Ccf}}$$

Where:

EPCA	=	Excess Per Capita Adjustment Surcharge (\$/Ccf)
MG	=	Most recent 5 year average of actual annual excess purchases: (adjusted to a LUFW of 18% if actual LUFW during period is above 18%)
NYCWB	=	Current Excess Per Capita NYCWB rate (Actual Excess Rate less Entitlement Rate), effective on July 1, <u>2009</u>
PYA	=	Prior Year Actual Purchases Amount: (on excess volume purchases, adjusted to avg. LUFW of 18% if actual LUFW is above 18%).
PYB	=	Prior Year Billed Surcharge Amount
CCF	=	Projected Volume Sales: (Most recent 5 year annual average of actual volume sales)

Surcharge Amount: The charge will be expressed in cents per CCF carried to four (4) decimal places, applied to the total CCF billed and subject to all revenue based taxes.

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