

PSC No. 2 – Water
UNITED WATER WESTCHESTER INC.
Initial Effective Date: December 5, 2014

Statement Type: DEPC
Statement No. 1

DEFERRED EXCESS PER CAPITA (DEPC) ADJUSTMENT SURCHARGE STATEMENT

Applicable to all Metered Customers in former territory of United Water New Rochelle Inc. -
RATE DISTRICT 1.

The Company has accumulated certain deferred debts on its books resulting from charges for “excess” water consumption imposed by the New York City Water Board (NYCWB), based on the per capita water use in the Company's system in excess of the per capita water use in New York City. These excess water charges for the period September 24, 1994 – September 30, 2008, have not been, and are not presently being recovered in base rates.

From the total amount of \$6,713,991, the Company has collected \$ 4,414,361 with interest from metered customers as of October 31, 2010 through the Deferred Excess Per Capita Adjustment Surcharge Statement (DEPC). The difference of \$2,299,629 with interest, will be recovered by varying surcharges over the four year rate period November 1, 2010 –October 31, 2014, pursuant to the Commission Order in Case 09-W-0824. The surcharge for each rate year will be as follows:

\$0.1605 per CCF effective November 1, 2010
\$0.0731 per CCF effective November 1, 2011
\$0.0562 per CCF effective November 1, 2012
\$0.0464 per CCF effective November 1, 2013

The surcharge applied to all metered customer' bills will be subject to all revenue based taxes. The surcharge will continue through October 31, 2014 or until a total \$2,299,629 which includes interest calculated at the Commission authorized rate of 10.77% has been recovered.