Received: 06/25/2014

Status: CANCELLED Effective Date: 07/01/2014

PSC NO: 2 - WATER COMPANY: NEW YORK AMERICAN WATER COMPANY, INC. INITIAL EFFECTIVE DATE: July 1, 2014 Issued in compliance with order in Case 09-M-0311 dated 06/18/2014 STATEMENT TYPE: TSAS STATEMENT NO: 3

GENERAL INFORMATION

Temporary State Assessment Surcharge

Commission Order in Case 09-M-0311, dated June 18, 2014, directed that the gross operating revenues from intrastate utility operations of electric, gas, steam, and water utilities and jurisdictional municipal operations, be subject to a Temporary State Assessment (PSL 18-a(6)) of 1.63%, adjusted for over-collections or under-collections that have occurred during the first five years of the TSA's existence, which is net of the amounts assessed by the Department of Public Service costs and expenses (General Assessment) that are authorized in the annual State Budget.

The Company hereby requests permission to recover the TSA through a surcharge equal to 1.394% which will be applied to all bills rendered in every service classification.

Effective July 1, 2014, the company will recover the TSA through a surcharge equal to 1.394%.

The revenue based TSA will be shown as a surcharge on each customer's bill.

Issued by: William M. Varley, President, 60 Brooklyn Avenue, Merrick, NY 11566