..DID: 11723
..TXT: PSC NO: 3   WATER   STATEMENT TYPE: WRRC
COMPANY: OCEAN BAY PARK WATER CORPORATION   STATEMENT NO: 2
INITIAL EFFECTIVE DATE: 04/18/00
STAMPS:
EFFECTIVE under section 113 of PSC law in case 99-W-1114
Cancelled by Statement WRRC Number 3 Effective 07/31/2000
RECEIVED: 04/17/00 STATUS: Cancelled   EFFECTIVE: 04/18/00

REVENUE RECONCILIATION ADJUSTMENT CLAUSE #3

All Water Service Customers (Service Classifications 1 through 3)

To protect the customers from overcharges and the Company from financial crises the rates applicable to metered customers' accounts are subject to automatic adjustment by way of surcharge or sur-credit for the calendar year.

At the end of each calendar year each customer's bill will be recalculated to provide the Company with the total base revenues permitted to the Company by the New York State Public Service Commission in its most recent rate decision. The total base revenue requirement will be increased or decreased based upon the actual cost of electricity and chemicals used during the period as compared with the amounts for these items permitted in the relevant rate decision. Also the Company may increase the full revenue requirement by $1.20 per thousand gallons sold to the Seaview Association of Fire Island, N.Y., Inc. The Company will place $1.00 per thousand gallons sold in an escrow account to be used for capital replacement and additions. The remaining $0.20 per thousand gallons will be included in general revenue.

In the last bill of the rate period, the metered rate for the entire rate period will be adjusted to a level that would have produced the full revenue requirement permitted to the Company. Each customer's bill for the last bill of the rate period will include a surcharge or sur-credit reflecting the full impact of the corrected metered rate for the entire rate year.

Issued in compliance with the Order dated April 5, 2000 in Case 99-W-1114.

Issued By: David Ash, Secretary, 42 Memorial Plaza, Pleasantville, NY 10570-2913
(Name of Officer, Title, Address)