

PSC NO: 1 – WATER
COMPANY: CRYSTAL WATER CORP.
INITIAL EFFECTIVE DATE: JANUARY 1, 2023

STATEMENT TYPE: ESCW
STATEMENT NO: 1

ESCROW ACCOUNT STATEMENT

Crystal Water Corp. (the Company) is authorized to establish and maintain a replenishable, interest-bearing escrow account with an initial maximum balance of \$39,000.00, not including account interest, to fund crucial and immediate capital improvements, specifically water pump control panel rebuild, to be funded over two (2) quarters. Following the two (2) quarter period, the account will continue, with a replenishable, residual maximum balance of \$20,000.00 for the sole purpose of funding future repairs, maintenance, and improvements to the Company's infrastructure that exceed the Repair and Maintenance amount included in rates. The account will be subject to the following conditions:

1. The account will be funded by means of a quarterly customer surcharge of \$187.50 per unit, per payment. The surcharge will commence with the first quarterly billing period on or after the effective date of this statement and up to \$375.00 will be collected over a total of two quarterly billing periods.
2. After the initial crucial capital improvements have been funded, the quarterly surcharge shall not exceed \$48.08 per unit. No additional surcharge will be collected once the maximum balance in the escrow account is reached.
3. The account will be established in a bank and be kept in a separate account that will be under the control of the Company, which will have access to the funds in this account solely for the purposes noted above and any associated taxes. Any interest earned by the account shall remain in the account to cover the cost of the expenditures as noted above.
4. This account is replenishable and following the funding of the crucial capital improvements, whenever the balance in the account falls below the maximum approved level, the Company is permitted to surcharge customers a unit amount that will be determined by dividing the difference between the maximum approved level and the balance in the account at the end of the previous billing period by the number of customers at the time of billing for that period, but it shall not be greater than \$48.08 per customer unless approved by the Commission.
5. A customer terminating service will not be entitled to a refund of payments made to the escrow account.
6. By January 30 of each year, the Company shall submit copies of all bank statements and a complete accounting of the deposits to and withdrawals from the account in the prior calendar year, to the Chief of the Gas & Water Rates Section, Office of Electric Gas & Water, Department of Public Service. In addition, the Company may be required to submit additional account information at Staff's request.

Issued By: Bruce McNab, President, Crystal Water Corp.

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