

PSC NO: 2 - WATER
COMPANY: NEW YORK AMERICAN WATER COMPANY, INC.
INITIAL EFFECTIVE DATE: October 14, 2012
Issued in compliance with order in Case 12-W-0217 dated 08/17/2012

LEAF: 89
REVISION: 0
SUPERSEDING REVISION:

SERVICE CLASSIFICATION NO. 1-E
REAL ESTATE TAX REFUND

In May 2002 New York American Water Company, Inc., f/k/a New York Water Service Corporation, received a real estate tax refund of \$920,685 and related interest with respect to excess taxes erroneously charged by Nassau County during tax years 1995/96 and 1996. The New York Public Service Commission in Case 02-W-0670 has authorized the Company to distribute \$762,414 to its metered customers. This amount represents 85% of the net tax refund (not including interest or \$23,726 of related collection expenses). The distribution of the \$762,414 will be allocated in accordance with the provisions of the Company's existing Revenue Reconciliation Clause and will be credited to customers' February and March 2003 bills.

Issued by: William M. Varley, President, 733 Sunrise Hwy., Lynbrook, NY 11563