

PSC No. 1 - 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 NO.: 15**REVISION: 0****SUPERSEDING REVISION:****C. Deposit Review**

- .1 The Corporation will, at least annually, review the billing history of every customer who has a deposit with the Corporation to assure that a deposit may still be required and that the amount of deposit is no more than the amount allowed in subsection B – Deposit Calculation.
 - .1.1 If a review shows that the deposit held falls short of the amount that the Corporation may lawfully require by 25 percent or more, the Corporation may require the payment of an additional deposit amount from the customer.
 - 1.2 If a review shows that the deposit held exceeds the amount that the Corporation may lawfully require by 25 percent or more, the Corporation will return the excess deposit to the customer under Section E Deposit Return.
- .2 If a request from a customer for downward revision of the deposit is substantiated by the customer's billing history, the Corporation will return any portion of the deposit that is more than the amount the Corporation may lawfully require, under Section E Deposit Return.

D. Interest

- .1 Every deposit earns interest at a rate set annually by the Commission.
- .2 The interest will be paid to the customer when the deposit is returned. If the deposit has been held for twelve (12) consecutive months or more, the interest will be credited to the customer no later than the first bill rendered after the next succeeding first day of October and at the end of each succeeding twelve-month period.

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