

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.: 14**REVISION: 0****SUPERSEDING REVISION:****IV - SERVICE DEPOSITS****A. Deposit Requirements****.1 Residential****.1.1 The Corporation will require the payment of a security deposit from:****.1.1.1 a seasonal, short-term or temporary customer;****.1.1.2 a delinquent customer, as long as at least 20 calendar days before its request for a deposit, the Corporation provides the customer with written notice that the failure to make a specified payment before a specified date may result in a request for a deposit and states how the deposit would be calculated;****.1.1.3 a customer whose service was terminated for nonpayment during the preceding six months.****.1.2 The Corporation will not require a deposit from:****.1.2.1 a customer or applicant who is known to the Corporation as a recipient of public assistance, supplemental security income benefits or additional state payments; or****.1.2.2 a customer or applicant who is known to the Corporation as an elderly, blind or disabled person, unless that customer's service was terminated for nonpayment within the preceding six months.****1.3 If a deposit is authorized by this subsection, the Corporation will offer a customer, except for a seasonal, short-term or temporary customer, the opportunity to pay the deposit in installments, considering the customer's financial circumstances.****.2 Nonresidential****.2.1 The Corporation may require payment in full of a security deposit from any nonresidential customer.****B. Deposit Calculation****.1 The amount of a deposit will not be more than the cost of twice the customer's average monthly usage, except in the case of customers whose usage varies widely, where the deposit will not be more than the cost of twice the average monthly usage for the peak season.****.2 The amount of the deposit will be based on service used during the previous 12 month period, as shown by an relevant billing history, and any relevant information concerning expected use.**Issued by: William M. Varley, President, 733 Sunrise Highway, Lynbrook, NY