Received: 10/12/2012 Status: CANCELLED Effective Date: 10/14/2012

PSC NO: 2 - WATER

COMPANY: NEW YORK AMERICAN WATER COMPANY, INC.

INITIAL EFFECTIVE DATE: October 14, 2012

LEAF: 16

REVISION: 0

SUPERSEDING REVISION:

Issued in compliance with order in Case 12-W-0217 dated 08/17/2012

GENERAL INFORMATION

SECTION III. <u>DEPOSITS</u> - RESIDENTIAL

- 1. The Company may require the payment of a security deposit from:
 - a. a seasonal, short-term or temporary customer
 - b. a delinquent customer, as long as at least twenty (20) calendar days before its request for a deposit, the Company 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; or
 - c. a customer whose service was terminated for nonpayment during the preceding six months.
- 2. The Company may not require a deposit from:
 - a customer or applicant who is known to the Company as a recipient of public assistance, supplemental security income benefits or additional state payments; or
 - b. a customer or applicant who is known to the Company as an elderly, blind or disabled person, unless that customer's service was terminated for nonpayment within the preceding six (6) months.
- 3. If a deposit is authorized by this section, the Company 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 in a manner consistent with paragraph 3a of Section XII of this Tariff.
- 4. 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.
- 5. The amount of the deposit will be based on service used during the previous twelve (12) month period, as shown by any relevant billing history, and any relevant information concerning expected use.

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