

PSC NO: 3 – 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: 46**REVISION: 0****SUPERSEDING REVISION:****GENERAL INFORMATION****H. Construction Loan Agreement for an Applicant Who Cannot Qualify as a Reasonably Permanent Customer with Applicant Performed Installation*. (Cont'd)**

- (c) The Applicant's estimate of the cost of installing fire hydrants required for the extension is _____ Dollars (\$_____).
- (d) The Company's estimate of the said main extension is _____ Dollars (\$_____).
- (e) The Company's estimate of the cost of the service connection is _____ Dollars (\$_____).
- (f) The Company's estimate of the cost of installing fire hydrants required for the extension is _____ Dollars (\$_____).
- (g) The Company fees for inspection, testing and disinfection are _____ Dollars (\$_____).

ARTICLE TWO**THE APPLICANT AGREES:**

FIRST: To advance to the Company, simultaneously with the execution of this Agreement, (1) the sum of _____ Dollars (\$_____) which represents the inspection, testing and disinfection fees; and (2) the sum of _____ Dollars (\$_____) which represents the taxes on the value of the labor and materials provided in connection with the main extension, the cost of the fire hydrants and service connections and the Company fees for inspection, testing and disinfection. The advance so paid shall be the absolute property of the Company. For purposes of determining the applicable taxes, the Company's cost estimates shall be used.

SECOND: To use contractors and materials acceptable to the Company. Said installation shall be pursuant to the Company's specifications, and shall be subject to the Company's inspection, testing and acceptance.

THIRD: To connect the buildings under construction to the said service connections upon completion thereof for the purpose of receiving regular water service therefrom.

FOURTH: To provide all easements and rights of way, which the Company considers necessary either from the Applicant or from third persons, as the case may be, to assure the legal feasibility of the extension, without cost to the Company.

FIFTH: To abide by all the Rules and Regulations of the Company and the Rules and Regulations set forth in the Company's Schedule for Water Service (P.S.C. NO. 1 – Water), duly filed with the Public Service Commission of the State of New York, as may be amended from time-to-time.

Issued by: William M. Varley, President, 733 Sunrise Hwy., Lynbrook, NY 11563
(Name of Officer, Title, Address)