

PSC No. 1 - Water
United Water South County Water Inc.
Initial Effective Date: 06/01/05

Leaf No. 53
Revision: 0
Superseding Revision: 0

GENERAL INFORMATION

IX. EXTENSION OF MAINS (cont'd.)

B. Form of Extension Agreement (cont'd.)

- (1) _____ street, avenue, road or way, or other public place, said costs and expenses to include the amounts paid to governmental authorities for permits to do the work required and all paving charges that are legally imposed by any governmental authority for the repair or replacement of the street or sidewalk which may be disturbed in the course of such installation.
- (2a) The said Applicant agrees to pay to the said Company the scheduled rates for water service and in addition a surcharge of 12% (return, depreciation, taxes and maintenance) per year of the actual reasonable cost of such portion of said main extension (excluding the cost of any service pipe and accessories) that is in excess of seventy-five (75) feet distance from the end of the nearest water main appropriate to the service requested, if the size of said extension be six inches or less in nominal diameter, or 12% of the estimated cost of a six-inch main, if the said Company lays a main greater than six inches in diameter provided, however, that if a hydrant be connected to said main extension, that amount of main allowed without surcharge shall be increased twenty (20) feet for each hydrant connected thereto; said surcharge to be paid ratably at the end of each regular billing period; provided, however, that said surcharge shall begin at the date when water service is first available to the Applicant and shall cease ten years from that date.
- (2b) Whenever more than one customer shall be connected to said extension, said surcharge shall be so adjusted as to yield to the said Company not more than said 12% in any one year from all customers served from said extension, and said surcharge shall be reasonably allocated to the several customers served from said extension, taking into account that seventy-five (75) feet to main and a service are to be allowed without surcharge for each customer and twenty (20) feet of main allowed without surcharge for each hydrant connected thereto.
- (2c) Whenever the number of customers on main extension, multiplied by seventy-five (75) feet, plus the number of hydrants on the same extension multiplied by twenty (20) feet, shall equal or exceed the length of the main extension, or whenever the total revenue in one year from all customers on the main extension shall exceed one-fourth of the total cost of said main extension, said cost to be the actual or estimated cost as provided in paragraph (2a), all surcharges shall cease; and no surcharge shall be imposed if the total estimated revenue in one

Issued in compliance with order in Case 02-W-0949 dated 05/21/2004

Issued by: Robert J. Iacullo, President, 360 West Nyack Rd., West Nyack, NY 10994