

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

Leaf No. 55
Revision: 0
Superseding Revision: 0

GENERAL INFORMATION

IX. EXTENSION OF MAINS (cont'd.)

C. Procedures (Non-Permanent Customers) (cont'd.)

- (2a) That applicant shall, upon the execution and delivery of the agreement, deposit with the Company the entire estimated cost of the required extension;
- (2b) The amount so deposited shall be retained by the Company subject to the provisions of 2c below, and except that any excess of the deposit over the actual cost shall be refunded with interest at the rate per annum as prescribed by the commission from the date of the deposit;
- (2c) The balance of the deposit retained by the Company shall be refunded without interest when,
 - (2c.1) The average revenue for the third, fourth and fifth years from all customers served by the extension equals twenty-five per cent of such deposit, or
 - (2c.2) The number of customers served by the extension times seventy-five feet (plus an allowance of twenty feet per hydrant) equals or exceeds the total length of the extension.
- (2d) A partial refund shall be made without interest at the expiration of five years from the date that water service is made available from said extension, equivalent to the amount determined by applying to said deposit the greater of the two ratios developed as follows:
 - (2d.1) The ratio of 75 feet times the number of customers (plus an allowance of 20 feet per hydrant) to the entire length of the extension, or
 - (2d.2) The ratio of the average yearly revenues for the third, fourth and fifth years from all customers served by the extension to 25 percent of said deposit.
- (2e) Any refund determined pursuant to 2c or 2d above, if not paid within sixty days after the date such refund becomes due, shall bear interest at the rate per annum as prescribed by the Commission from the date it becomes due, except that such interest shall cease when reasonable effort has been made to make such refund. Any balance or remainder of the deposit shall be retained by the Company.
- (2f) The facilities installed shall be and remain the property of the Company, and the Company shall have the right to make further extensions without obligation to make any refund to the applicant other than those provided for above.

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