..DID: 15125 ..TXT: PSC NO: 12 WATER LEAF: 87 COMPANY: NEW YORK WATER SERVICE CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 03/16/20 SUPERSEDING REVISION: STAMPS: RECEIVED: 03/15/01 STATUS: Effective EFFECTIVE: 03/16/01

Revenue Tax Surcharge Statement No. 1

Pursuant to Case 27611, Opinion No. 81-22, all customer billings will be subject to a New York State Gross Receipts Tax. Pursuant to Case 00-M-1556, such tax rates will be 2.0% effective January 1, 2001. The effective tax rate (2.083%) is higher due to compounding of the New York State tax.

Issued by: Vincent Bohn, Vice President-Utilities, New York, N. Y.