

WEST VALLEY CRYSTAL WATER COMPANY, INC.
P.O. BOX 192
WEST VALLEY, NY 14171
(716) 942-3761

January 22, 2007

Jaclyn A. Brillling
Secretary to the Commission
NYS Public Service Commission
Three Empire State Plaza
Albany, New York 12223-1350

Re: West Valley Crystal Water Company, Inc.
Application to Increase Rates and file Fourth Revised Leaf No. 12

Dear Secretary Brillling:

West Valley Crystal Water Company, Inc. (the company) provides water service to 228 customers. No fire protection service is provided.

The enclosed Fourth Revised Leaf No. 12 to Tariff Schedule P.S.C. No. 3– Water, filed by West Valley Crystal Water Company, Inc., is transmitted electronically for filing in compliance with the requirements of the Public Service Commission of the State of New York.

P.S.C. No. 3 – Water
Fourth Revised Leaf No. 12
Superseding Third Revised Leaf No. 12

Effective date: July 1, 2007

The company has not had a rate increase since 2001. The current rates do not generate enough revenue to pay our operating expenses, and we have been subsidizing its operations for years. The company has also been notified by the Cattaraugus Department of Health that filtration equipment will be required to be installed on this system which is a relatively expensive proposition for a water company of this size. The additional revenue is needed to pay operating expenses and provide a modest return on investment to help assure that the funds can be obtained for repairs and replacements.

Under the proposed rates, and to be reflected in the company's tariff schedule, the company proposes a new rate structure to eliminate and establish rates for certain customers in its tariff. West Valley Crystal Water Company, Inc. proposes to increase its

semi-annual and annual rates across the board to produce additional annual revenues of 48%, and to become effective July 1, 2007.

By this letter, it is requested that the Staff of the Water Rates Section file the attached leaf electronically.

West Valley Crystal Water Company, Inc. also requests waiver of newspaper publication since it plans to individually notify its customers of the tariff filing.

Very truly yours,

Clifford Feldman, President
West Valley Crystal Water Company, Inc.

Enclosure