

PSC NO: 3 WATER

COMPANY: ARBOR HILLS WATERWORKS, INC.

INITIAL EFFECTIVE DATE: 04/01/06

SUPPLEMENT TYPE: CANC

SUPPLEMENT NO. 3

Issued in compliance with the Commission Order dated March 29, 2006 in C. 05-W-1143.

**CANCELLATION OF SUSPENSION SUPPLEMENT NO. 2 AND ESCROW ACCOUNT FOR
CAPITAL IMPROVEMENTS STATEMENT NO. 1 IN CASE 04-W-1143**

By order of the Public Service Commission, State of New York, issued and effective March 29, 2006, in Case 04-W-1143, the following supplement and statement to P.S.C. No. 3 – Water, have been cancelled.

Suspension Supplement No. 2
Escrow Account for Capital Improvements Statement No. 1

Date of Issue: March 30, 2006 Effective Date: April 1, 2006

Issued By: Andrew Sferra, President, PO Box 424, Pleasantville, NY 10570
(Name of Officer, Title, Address)