

PSC NO: 2 - WATER
COMPANY: Antlers of Raquette Lake, Inc.
INITIAL EFFECTIVE DATE: April 1, 2006

STATEMENT TYPE: SURC
STATEMENT NO: 1

Capital Surcharge Statement No. 1

Antlers of Raquette Lake, Inc. (Antlers) is required by the Department of Health (DOH) to comply with its surface water treatment rule. In order to provide the initial funding for a DOH approved project, a capital surcharge, designed to collect \$15,000 over two years, has been established.

Antlers is authorized to charge its customers according to the following surcharge schedule. The capital surcharge will be billed semi-annually over a two year period (four times) commencing on May 15, 2006.

# of Customers	Customer(s)	Semi-Annual Surcharge Amount		
37	Residential	\$	87.00	each
1	ASC		531.00	

The funds collected via this capital surcharge will be deposited into a separate interest bearing account in a New York State bank and will be under the control of the water company. The account will be subject to the following conditions:

1. The water company will have access to the funds in this account solely for the purposes noted above and any taxes associated with the account.
2. Any interest earned by the account shall remain in the account to cover expenses.
3. A customer terminating service will not be entitled to a refund of payments made to the account.
4. Any customer that joins the water system within 5 years of June 1, 2006, will be required to pay the same contribution for the capital project as other, similar sized customers.
5. The company must submit copies of all bank statements and a complete accounting of the surcharge revenues and expenses for the account by January 30 of 2007 and 2008. All information should be sent to the Secretary of the Commission's Office.

Filed in Compliance with Order dated March 30, 2006 in Case 05-W-0839

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