

P.S.C. No. 1 – Water
United Water New York Inc.
Initial Effective Date: July 1, 2010

Statement Type: TSA
Statement No. 2

TEMPORARY STATE ASSESSMENT SURCHARGE

Applicable to All Customers

I. General Description

Purpose: To recover, as a separate surcharge, the revenues required for payment of the Temporary State Energy and Utility Service Conservation Assessment (Temporary State Assessment) (Public Service Law §18-a(6)), including carrying charges, over five (5) years, July 1, 2009 through June 30, 2014.

Effective Date: The TSA will become effective for bills rendered on and after July 1, 2010.

II. Computation of the TSA Surcharge

Calculation: The TSA will be updated annually to become effective on fifteen (15) days notice to reflect changes in revenues to be recovered from ratepayers to pay the Temporary State Assessment. Carrying charges of the corporation's authorized pre-tax rate of return will be applied to the net of tax un-recovered TSA payments.

TSA Surcharge Amount: The charge will be expressed as a percentage carried to two decimal places and will be applied to the total amount billed to each Customer under the Company's otherwise applicable rates, charges and surcharges. The surcharge is subject to all revenue based taxes.

Formula:

Total Operating Revenues:	<i>Ann Rprt, pg 300</i>		\$59,178,984
Adjustments:			
Interstate Revenues	<i>Ann Rprt, pg 300</i>		(1,073,680)
Sales for Resale	<i>Ann Rprt, pg 300</i>		(180,237)
Uncollectibles	<i>Case 06-W-0131</i>	0.55%	(323,709)
Per 18 a			<u>(500,000)</u>
Total Adjustments:			(2,077,626)
Assessable Revenues:			57,101,358
Assessment Rate:			<u>2.00%</u>
Estimated Combined General Assessment and Temporary State Assessment Amount:			1,142,027
General Assessment in Base Rates:	<i>Case 06-W-0131</i>	0.30%	<u>177,537</u>
Estimated Temporary Assessment Surcharge Amount:			964,490
Prior Year Reconciliation			<u>47,757</u>
Total Surcharge			1,012,247
Surcharge as a % of 2008 Billed Revenues:	<i>\$57,208,770</i>		1.77%

Issued in compliance with the Commission Order 09-M-0311 dated June 19, 2009

Issued by: M.J. Pointing, V.P. & Gen. Mgr., 360 West Nyack Road, West Nyack, NY 10994

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(continued)

Effective with this statement, the surcharge is 1.77%.

III. Safeguards

Annual Reconciliation: The TSA will be subject to annual reconciliations to be completed when the assessments are revised at the end of each July to June cycle. Any over or under recoveries from the difference between the actual costs and actual collections shall be returned or charged to customers using the same method in which the TSA is collected.

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