Received: 12/21/2010 Status: CANCELLED Effective Date: 12/22/2010

P.S.C. No. 1 – Water Statement Type: DPW United Water Westchester Inc. Statement No. 1 Initial Effective Date: December 22, 2010 Superseding Statement No. 0

<u>DEFERRED PURCHASED WATER STATEMENT NO. 1</u>

Applicable to Metered Customers

Pursuant to Commission Order issued and effective December 17, 2010 in Case No. 09-W-0828, United Water Westchester is authorized to recover the increased costs of purchased water from Westchester Joint Water Works for the period July 1, 2008 through the Year One effective date.

This surcharge shall be set temporarily at 2.03% of base revenues for the Rate Year Ending October 31, 2010 based on an estimated \$780,000 of increased purchased water costs. Once actual costs related to the Westchester Joint Water Works increases are known, United Water Westchester will file a proposal for Staff to review and approve detailing how the remaining balance of deferred purchased water will be recovered.

This surcharge will be in effect for the first three years of the term of the Joint Proposal or until such time as the full amount is recovered.

Issued in compliance with the Commission Order in Case 09-W-0828 dated December 17, 2010

Issued by: M.J. Pointing, V.P. & Gen. Mgr., 225 Palmer Ave., New Rochelle, NY 10801