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

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

Statement Type: PWCT Statement No. 1

PURCHASED WATER AQUARION CONNECTICUT ADJUSTMENT SURCHARGE **STATEMENT**

Applicable to all Metered Customers:

I. General Description

To recover any increases in the cost of water from Aquarion Connecticut (AQCT) beyond the authorized amount included in rates from DPU Docket 07-05-19 effective December 12, 2007.

II. Computation of the Purchased Water Aquarion Connecticut Adjustment Surcharge

As early as possible after notification of an increase from Aquarion Connecticut, the Company shall make a compliance filing to be effective on the same date of the Aquarion Connecticut rate increase.

Formula for Purchased Water:

PWCT = [(NFC - FC) + MG*(NAQCT - AQCT) + (PYA PYB)] / RYR

0.00% = (0000.00 - 1,630,837.23) + (MG*(000.00 - 1,502.00)) + (\$0.00-\$0.00)] / RYR

Where:

PWC1	=	percentage of revenue.
NFC	=	New AQCT Fixed Charge Rate.

FC Fixed Charges effective December 12, 2007 Docket 07-05-19.

MG Estimated Recoverable Purchased Water Volume - Most recent 5 year average of actual annual purchases adjusted to a LUFW of 18% (if actual LUFW during the period is above 18%) – expressed in million gallons (MG).

NAQCT = New AQCT Volumetric Rate

AQCT Aquarion Connecticut Volumetric Rate effective December 12, 2007, Docket 07-05-19.

PYA Prior Year Actual Purchases Amount: (on fixed charges plus excess volume purchases, adjusted to avg. LUFW of 18% if actual LUFW is above 18%).

PYB Prior Year Billed Surcharge Amount

RYR Rate Year Proposed Revenue for the period the surcharge is in effect. (RY4 revenue to continue until such time new rates are put in effect)

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