

PSC NO: 1 WATER
COMPANY: SOUTHSIDE WATER INC.
EFFECTIVE DATE: 08/01/23

STATEMENT NO. 8
STATEMENT TYPE: PWA

(Issued in compliance with Commission Order issued January 17, 2020, in Case 19-W-0253)

PURCHASED WATER ADJUSTMENT

Applicable to all Metered Customers

I. General Description

Purpose: To recover any increases in the cost of water purchased from the City of Watertown (City) beyond the City's July 1, 2018 average rate of \$3.33/Ccf. (Ccf=one hundred cubic feet).

II. Computation of the Purchased Water Adjustment Surcharge

Calculation: As early as possible after notification of the City of a rate increase, the Company shall make a compliance filing to be effective on the same date of the City's rates increase.

Surcharge Amount: The surcharge will be expressed in dollars per Ccf carried to four (4) decimal places, applied to the total Ccf used by each customer.

Formula for Purchased Water Adjustment Surcharge (PWA):

Surcharge Amount = City's rate on 7/1/2018 x Percent Increase
= \$3.33/Ccf x 10% Increase
= \$ 0.33 /Ccf

III. PWAS Provisions:

1. If the City increases the cost of water beyond the July 1, 2018, rate of \$3.33/Ccf, Southside Water Inc. (the Company) will be allowed to file a new PWA Statement that would automatically go into effect on July 1 of each year or on the same date that the City increases its rates, using the methodology shown above.
2. The Company's compliance filing will include a cover letter setting forth the details of the surcharge calculation and a copy of the City's notice regarding the effective date of the rate increase.
3. Staff will have 90 days after receipt of the compliance filing to verify the Company's calculations.
4. If Staff agrees with the Company's filing, the PWA will continue in effect until the City's next rate increase. However, if Staff believes that the Company's filing does not correctly reflect the City's rate increase, Staff, in consultation with the Company, will propose a methodology to retroactively correct the discrepancies.
5. If Staff and the Company cannot reach agreement on a methodology, the matter would be handled through the Commission's dispute resolution procedures.

Issued By: James V. Lettiere, Jr., 16115 Heaslip Lane,
Clayton, NY 13624
(Name of Officer, Title, Address)