

PSC NO: 1 – WATER  
COMPANY: CRYSTAL WATER CORP.  
INITIAL EFFECTIVE DATE: MARCH 1, 2023

STATEMENT TYPE: ESCW  
STATEMENT NO: 2

Issued in compliance with Commission Order issued February 17, 2023 in Case 22-W-0506

### ESCROW ACCOUNT STATEMENT

Crystal Water Corp. (the Company) is authorized to establish and maintain a replenishable, interest-bearing escrow account with an initial maximum balance of \$43,300.00, not including account interest, to fund the water pump control board panel rebuild. Following the collection and use of the funds for the replacement of control board panel, the account will continue, with a replenishable, residual maximum balance of \$5,000.00, not including account interest, for the sole purpose of funding future capital improvements and repairs and maintenance (R&M) that exceed the R&M amount included in rates. The account will be subject to the following conditions:

1. The account will be funded by a quarterly customer surcharge of up to \$104.09 per unit and will commence with the first quarterly billing period on or after the effective date of this statement.
2. After the \$43,300.00 has been obtained by the Company, the collection of the \$104.09 surcharge will end. Once funds have been used from this escrow account for the replacement of the Company's control board panel, the Company can replenish the account through a quarterly surcharge that shall not exceed \$12.02 per unit until the maximum balance of the escrow account is \$5,000, not including account interest. No additional surcharge will be collected once the maximum balance in the escrow account is reached.
3. The account will be established in a bank and be kept in a separate account that will be under the control of the Company, which will have access to the funds in this account solely for the purposes noted above and any associated taxes. Any interest earned by the account shall remain in the account to cover costs as noted above.
4. The Company is permitted to surcharge customers a unit amount that will be determined by dividing the difference between the maximum approved level and the balance in the account at the end of the previous billing period, by the number of customers at the time of billing for that period, but it shall not be greater than the surcharge amount as stated above depending on the maximum balance permitted, unless approved by the Commission.
5. A customer terminating service will not be entitled to a refund of payments made to the escrow account.
6. By January 30 of each year, the Company shall submit copies of all bank statements and a complete accounting of the deposits to and withdrawals from the account in the prior calendar year, to the Chief of the Downstate Rates and Tariffs Section, Office of Electric Gas & Water, Department of Public Service. In addition, the Company may be required to submit additional account information at Staff's request.

Issued By: Bruce McNab, President, Crystal Water Corp.  
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