

PSC NO: 1 - WATER
COMPANY: Wellesley Island Water Corp.
Initial Effective Date: January 1, 2006

STATEMENT TYPE: SURC
STATEMENT NO: 3

CAPITAL SURCHARGE STATEMENT NO. 3

(This statement was included in Wellesley Island Water Corp.'s hard copy tariff P.S.C. No. 1 – Water)

The Wellesley Island Water Corp. (WIWC) is financing approximately \$108,000 for:

1. Removing and replacing the existing pumps (including controls);
2. Cutting and patching holes in the pumphouse roof;
3. Purchasing a new 80kw emergency generator;
4. Purchasing and installing an auto transfer switch;
5. Electrical labor;
6. Engineering work; and
7. Contingencies

to replace its 300,000 gallon storage tank, that is at significant risk of structural failure, with the installation of a new hydropneumatic system on the advice of the company's professional engineer and the local Department of Health. The \$108,000 will be collected over two years.

WIWC is authorized to charge its customers according to the following surcharge schedule. The capital surcharge will be billed once on January 1, 2006 and again on January 1, 2007.

# of Customers	Customer(s)	Surcharge Amount
45	Wellesley Island East Homes	\$ 231.75 each
39	Tennis Island Homes	231.75 each
30	Tennis Island North Homes	231.75 each
1	Swiss Chalet	1622.28
1	Lake of the Isles Clubhouse	5562.11
1	Wellesley Island East Marina	3244.56
1	River Watch Marina	1390.53
14	Townhouses	231.75 each
64	Villa Units	115.88 each
1	Dairy House	695.26
1	Hart House	927.02
1	Music House	348.24
1	Pergola	348.24
1	T.I. Golf Club and Clubhouse	2781.05

(Issued in compliance with the Commission Order in Case 05-W-1121 issued December 23, 2005)

Issued By: Ronald V. Sharpe, President, One Lincoln Center, Suite 330, Syracuse, NY 13202
 (Name of Officer, Title, Address)