

PSC NO: 1 – WATER**COMPANY: Aquarion Water Company of Sea Cliff, Inc.****INITIAL EFFECTIVE DATE: DECEMBER 1, 2006****LEAF: 36****REVISION: 0****SUPERSEDING REVISION: 0****GENERAL INFORMATION****E. Rules Relating to the Installations of Mains, Services, Connections and Facilities and Extensions - (Cont'd)**

5. Whenever, at the request of an owner or occupant, a service pipe is provided through which service is not immediately desired, said property owner or occupant shall bear the entire reasonable expense of providing, placing and constructing the service pipe and accessories, but shall be entitled to a refund whenever water service is to begin for such part of the expense as the Company is hereinbefore required to assume. Such refund shall be the cost of said service pipe and accessories, less depreciation at the rate of three (3) percent per annum for the period which said pipe has been in the ground.

6. The Company shall hereafter be solely responsible for the maintenance and replacement of all mains, service pipes and facilities within a street, avenue, road or way as hereinbefore defined or easement area used by the Company for supplying water to its customers; and if adequate maintenance requires the reconstruction or replacement of such mains, service pipes and facilities, said mains, service pipes and facilities shall be reconstructed or replaced by the Company responsible for maintenance as hereinbefore provided. However, replacement or reconstruction of mains and service pipes less than two inches in diameter in excess of 75 feet in length heretofore installed and privately owned, shall be governed by the provisions of Section 6E – subparagraph 3 hereof.

7. An applicant who cannot qualify as a reasonably permanent customer may be required to deposit the entire cost of the main extensions and installed services, with the Company. The portion of the deposit related to the length of the main extension within the specified distance, as set forth in Section 6E – subparagraph 3(d) hereof, and the cost of the service, hydrants and accessories shall be refunded without interest within sixty (60) days of the applicant taking service and demonstrating reasonable permanency. For developers who are subdividing or preparing real estate for residential or commercial occupancy, who require the installation of utility plant in advance of occupancy, the Company may retain as a deposit the cost of the entire extension, subject to annual refunds without interest determined as the proportion of the number of customers connected directly to the extension that year multiplied by the distance specified in Section 6E. – subparagraph 3(d) herein, related to the total extension length. No further refunds will be made after five (5) years after the date construction of the extension is completed and approved or after the total of all refunds equals the amount of the deposit.

8. All line extensions shall require a line extension agreement setting forth the terms and conditions under which extension will be made, duly signed by the Company and applicant. No charges or conditions shall be obtained from or imposed upon the applicant for the provision and extension of water service, other than those contained in the line extension agreement in compliance with the Company's tariff or as approved by the Commission. One copy of each main extension agreement shall be filed by the Commission within 30 days of execution; or where such agreements may exceed ten (10) in number in any calendar year, the Company may instead maintain a file at the Company offices of such agreements and file a summary of such agreements by January 31 of the following year.

Issued by: Charles V. Firlotte, Chairman of the Board and President, 325 Prospect Ave., Sea Cliff, NY 11579-1926
(Name of Officer, Title, Address)