PSC NO: 3 WATER COMPANY: **KNOLLS WATER CO., INC.** INITIAL EFFECTIVE DATE: 08/01/05

LEAF: 12 REVISION: 3 SUPERSEDING REVISION: 2

Issued in compliance with the Order dated July 29, 2005 in Case 04-W-0937 and Case 04-W-1508.

SERVICE CLASSIFICATION NO. 1

Applicable to use of Service for:

Domestic Use.

Character of Service

Continuous.

Rate:

\$186 quarterly.

Minimum Charge:

\$186 quarterly.

Terms of Payment

Net cash, quarterly, in advance, on January 1st, April 1st, July 1st and October 1st, of each year. Bills not paid within 23 days of mailing are delinquent and the late payment charge becomes applicable and service may be discontinued after proper notice as required by law.

Late Payment Charge

A late payment charge to be computed at the rate of 1.5 percent per month, compounded monthly, may be applied to all balances left unpaid 23 days following mailing of the bill.

Term

Terminable by the customer upon 10 days' written notice to the company.

Special Provisions:

Use of hose, sprinkler, pool or swimming pool may be restricted or entirely prohibited at the discretion of the company.

Issued By: <u>Andrew Sferra, President, PO Box 424, Pleasantville, NY 10570</u> (Name of Officer, Title, Address)