

..DID: 15126  
..TXT: PSC NO: 12 WATER LEAF: 88  
COMPANY: NEW YORK WATER SERVICE CORPORATION REVISION: 0  
INITIAL EFFECTIVE DATE: 03/16/20 SUPERSEDING REVISION:  
STAMPS:  
RECEIVED: 03/15/01 STATUS: Effective EFFECTIVE: 03/16/01

Income Based Tax Surcharge  
Statement No. 1

On May 5, 2000, Governor Pataki signed into law a 2000 - 2001 budget which included changes to utility taxation.

The new tax law phases out revenue taxes and repeals the franchise and excess dividend taxes. The new law moves utilities to a new income based tax (Article 9-A of the tax laws) to put them on the same system as most corporations in New York.

Pursuant to the change to a new income based tax, each customer will be surcharged 1.446% of their bill in 2001.

Effective January 1, 2001 under Authority by Order of the PUBLIC SERVICE COMMISSION in case No. 00M-1556.

Issued by: Vincent Bohn, Vice President-Utilities, New York, N. Y.