Received: 12/27/2001 Status: CANCELLED Effective Date: 01/01/2002

..DID: 17981

..TXT: PSC NO: 3 WATER LEAF: 12

COMPANY: KNOLLS WATER CO., INC. REVISION: 1 INITIAL EFFECTIVE DATE: 01/01/02 SUPERSEDING REVISION: 0

STAMPS:

EFFECTIVE under authority of PSC 01-W-0860 made 12/24/01 RECEIVED: 12/27/01 STATUS: Effective EFFECTIVE: 01/01/02

SERVICE CLASSIFICATION NO. 1

Applicable to use of Service for:

Domestic Use.

Character of Service

Continuous.

Rate:

\$175 quarterly.

Minimum Charge:

\$175 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 1/2 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 in compliance with the Order dated December 24, 2001 in Case 01-W-0860 and Case 01-W-1195.

Issued By: Andrew Sferra, President, 70 Memorial Plaza, Pleasantville, NY 10570 (Name of Officer, Title, Address)