

Rainbow Water Co. Inc.
21 Troon Drive
Hilton Head Island, SC 29928

January 15, 2016

Honorable Kathleen H. Burgess
Secretary to the Commission
NYS Department of Public Service
Three Empire State Plaza
Albany, NY 12223

RE: Rainbow Water Co., Inc. – Rate Filing

Dear Secretary Burgess:

The enclosed tariff amendments to P.S.C. No. 3 – Water are transmitted electronically for filing in compliance with the requirements of the Public Service Commission of the State of New York:

P.S.C. No. 3 – Water

First Revised Leaves Nos. 1, 3, and 4
Fifth Revised Leaf No. 12

Escrow Account Statement No. 4 (ESCW)

Effective: July 1, 2016

Rainbow Water Co., Inc. (The Company) is requesting approval to increase its total revenue \$16,248 by applying a 20.7% increase to residential rates. This rate increase is necessary due to increases in operating expenses, most notably: taxes, power, salaries, maintenance, insurance and water testing. These expenses have increased significantly since the current rates went into effect on January 1, 2007.

The Company is also requesting approval to combine both Rainbow Water Co., Inc. and Sunrise Ridge Water Co. under one tariff and one escrow account. They already share expenses per Case 06-W-0112. The rates for both companies and the customer escrow deposits are currently identical.

The Company is further requesting an increase in the escrow account, increasing the total from \$8,640 to \$14,400. This would allow for a lower maintenance request and better allow The Company to manage its operations.

Waiver of newspaper publication is requested for the attached rate filing because The Company will individually notify its customers of the proposed rate change.

Other information will be provided as requested.

Very truly yours,

Joseph Maggi, President
Rainbow Water Co., Inc.