March 30, 2006

Jaclyn A. Brilling, Secretary State of New York Department of Public Service Three Empire State Plaza Albany, New York 12223-1350

Dear Secretary Brilling:

Sterling Homes, LLC. (Sterling) is formally requesting the Staff of the Water Rates Section of the Department of Public Service to electronically file on its behalf, compliance in Case 05-W-0053 Order issued March 30, 2006.

P.S.C. No. 1 – Water Cancellation Supplement NO. 3 Leaf 12, Revision 1 Escrow Account Statement No. 1 Rate of Return Incentive Statement No. 1

All effective April 1, 2006. Sterling also requests waiver of newspaper publication

Sincerely,

Gary Silver, Esq.