

**Greentree Water Company, Inc.**

900 Broadway, Suite 704  
New York, NY 10003  
Tel: (212) 473-4888  
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October 27, 2008

Department of Public Service  
Office of Electric, Gas, and Water  
Water Rates Section  
Three Empire State Plaza  
Albany, NY 12223-1350

Att: Joanne Green Utility Analyst II

**Re: Water Rate Increase**

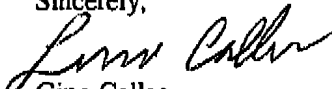
Dear Ms. Green,

Enclosed are the following items requested in your letter dated June 9, 2008 in which we are requesting a water rate increase. We have never had a water rate increase from the inception which was September 15, 1986.

- 1) The total annual revenue increase that we are requesting is \$21,425.00
- 2) The total percentage increase we are requesting is 67%. We have never had a rate increase in the 22 years of existence.
- 3) We are currently charging each customer \$90.00 a quarter for the first 9,000 gallons of water for a total of \$360.00/year for each customer. For over 9,000 gallons the rate is \$5.00/1,000 gallons. We service 91 customers in our development. We are requesting an increase of \$35.00 a quarter per customer. We would charge each customer \$125.00 a quarter for a yearly total of \$500.00 per customer. For over 9,000 gallons the rate we are requesting is \$7.50/1,000 gallons.
- 4) Our average annual bill under the current rates is \$360.00.
- 5) We have attached copies of our 2005, 2006, and 2007 Tax Returns with balance sheets and our projected income statement.

If you should have any questions, please do not hesitate to call me.

Sincerely,

  
Gino Calleo  
President