GUASTELLA ASSOCIATES, INC.

UTILITY MANAGEMENT • VALUATION • RATE CONSULTANTS

6 BEACON STREET, SUITE 410 BOSTON, MA 02108 TEL: (617) 423-3030 FAX: (617) 423-2929

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February 8, 2007

The Honorable Jaclyn A. Brilling, Secretary NYS Public Service Commission Three Empire State Plaza Albany, New York 12223-1350

Re: Reagans Mill Water Company

Dear Secretary Brilling:

I am filing on behalf of Reagans Mill Water Company ("Company") four copies of a completely revised tariff schedule PSC No. 2 – Water superseding PSC No.1 – Water to become effective on June 1, 2007. This filing is made in order for the Company to have a tariff that is consistent with the Commission's recommended form of tariff for small water utilities as well as the rules and regulations therein.

The general metered rates for water service remain the same as the existing rates. There is, however, one rate area that departs from the existing tariff. While the proposed restoration of service charge during normal business hours (8:00am – 4:00pm, Monday through Friday) remains unchanged at \$25.00, additional restoration of service charges, not now in the Company's tariff, are added for outside normal business hours on Mondays through Fridays at \$37.50 and for weekends and holidays at \$50.00. Those additional charges will not, of course, impact customers who pay bills on a timely basis, and even if these charges are applied when required, it is expected that it would have no significant impact on the Company's total revenues.

Please advise if there is anything further you require.

Respectfully submitted, GUASTELLA ASSOCIATES, INC.

John F. Guastella, President

Encl. cc: Joanne Green Valerica Oreifej Reagans Mill Water Company