Carl T. Etter Jr. 711 Elm Ave. River Edge, N. J. 07661 201-265-5792

February 22, 2008

Jaclyn A. Brilling, Secretary NYS Public Service Commission 3 Empire State Plaza Albany, N.Y. 12223-1350

Re: Mountain Lodge Park Water Corp.

Secretary Brilling,

I am filing this letter on behalf of the Mountain Lodge Park Water Corp. (MLP) and request that the following items be filed for MLP in its electronic tariff PSC No. 2 - Water, by the Staff of the Department, since the company does not have the capability to file electronically on its own.

- 1. A Supplement to PSC No.2 Water canceling Surcharge Statement No. 1 effective January 1, 2009.
- 2. Surcharge Statement No. 1 applicable to year-round customers providing for a quarterly surcharge of \$40 payable on February 1, May 1, August 1 & November 1, effective 1/1/2009. (Details attached).
- 3. Surcharge Statement No. 1 applicable to seasonal customers providing for a quarterly surcharge of \$40 payable on February 1, May 1, August 1 & November 1, effective 1/1/2009. (Details attached).
- 4. Revision No. 2 to Leaf No. 12, superceding Revision No. 1 and containing Service Classification No. 1 applicable to annual or year round service, be filed with a <u>quarterly</u> rate of \$245.00 payable on February 1, May 1, August 1 & November 1, effective 6/1/2008. (Details attached).
- 5. Revision No. 2 to Leaf No. 13, superceding Revision No. 1, and containing Service Classification No. 2 applicable to seasonal service, be filed with a <u>quarterly</u> rate of \$245.00 payable on February 1, May 1, August 1 & November 1, effective 6/1/2008. (Details attached).

MLP provides year round service to 142 customers and seasonal service (May 1 thru October 1) to 70 customers in an area known as Mt. Lodge Park in the Town of Blooming Grove, Orange County. Its last increase was effective on January 1, 1999; at that time it was under the ownership of Marvin Greene and is now owned by Arthur & Robert Parker.

MLP is requesting a 137.96% increase or \$114,201 in annual revenues. It is also requesting that both the year round and seasonal customers be billed at the same rate and that the year-round rate be payable on a quarterly basis instead of the current semiannual basis, and the seasonal rate be payable on a quarterly basis instead of the current annual basis.

The rate would be \$245.00 per quarter and the annual effect on the year round and seasonal customers' bills including the proposed escrow accounts is as follows:

	Year Round Customer	Seasonal Customer
Current annual rate	\$409.64	\$351.57
Proposed annual rate	\$980.00	\$980.00
\$ Increase annually	\$570.36	\$628.43
% Increase annually	139.2%	178.7%
Proposed annual surcharge	\$160.00	\$160.00
Current annual surcharge	\$ 0.00	\$148.20
Current annual total charge	\$409.64	\$499.77
Proposed annual total charge	\$1,140.00	\$1,140.00

The company understands the magnitude of this request, but wishes to point out the following:

- 1. MLP has not had an increase in 9 years.
- 2. MLP has lost 99 customers since its last filing. This alone equates to an increase of \$34,341 or 30% of the request, just to bring the company's revenues to the 1999 approved level of \$117,120.
- 3. MLP has seen its property taxes increase by \$8,828 or 7.7% of the request.
- 4. Its power bills have risen by \$8,831 or 7.7% of the request.
- 5. MLP has never been able to pay its proper level of salaries and as such much of its payroll is paid for by its parent company, Parker Excavating. MLP is requesting an increase in its salaries of \$35,133 or 30.8%.
- 6. The company's office is currently in its pump house and subject to infestation by rodents and insects. It also has no heating or cooling available and is subject to chlorine fumes. There are also no bathroom facilities. Rental of proper office space represents an increase in office expense of \$18,864 or 16.5% of the request.
- 7. MLP is approximately \$9,000 in arrears to Orange & Rockland, over \$20,000 in arrears in property taxes and owes the Federal government in excess of \$40,000 in back taxes and penalties.
- 8. Despite all the above the owners have put over \$75,000 of there own money into upgrading the year round system and at least another \$75,000 into the seasonal system over and above the money received thru the current surcharge.

Received: 02/27/2008

The company is dedicated to improving the year round and seasonal systems, but desperately needs an increase just to maintain the current levels of service. Attached is the support for MLP's request.

Respectfully yours,

Cal 9. Ethy

Carl T. Etter Jr.

Consultant for

Mountain Lodge Park Water Corp.