

E-MAIL

September 12, 2005

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

Dear Secretary Brillling:

The Callicoon Water Company (Callicoon) is formally requesting the Staff of the Water Rates Section of the Department of Public Service to electronically file on its behalf, tariff amendments for a rate increase and Statement No. 1 for an Escrow Account, to its Tariff Schedule, P.S.C. No. 5 – Water, with an effective date of January 1, 2006 , and any future compliance filings with regard to this Statement. This filing has the effect of increasing the company's annual revenues by \$56,921 or about 63% and establishing an escrow account to finance \$72,000 of capital improvements necessary for the viability of the water system. I am also mailing a hard copy of this letter. I have provided two copies of the company's filing to the Staff of the Water Rates Section.

Callicoon also requests waiver of newspaper publication of the proposed changes since it plans to individually notify its customers of the filing.

Sincerely,

Richard S. Baum, Treasurer