January 25, 2005

Jaclyn A. Brilling, Esq. Secretary to the Commission NYS Public Service Commission 3 Empire State Plaza Albany, New York 12223-1350

Dear Secretary Brilling:

On behalf of Arbor Hills Waterworks, Inc. (Arbor Hills) enclosed is Suspension Supplement No. 1, which is in compliance with the Commission's Suspension Order issued January 24, 2005 suspending the effective date of Arbor Hill's tariff amendments from February 1, 2005 to May 31, 2005.

P.S.C. No. 3 – Water Leaf No. 10, Revision 1 Leaf No. 12, Revision 2 Escrow Account Statement No. 2

Supplement No. 1

Effective date: January 30, 2005

By this letter it is requested that the Staff of the Water Rates Section file the attached supplement electronically with the Department of Public Service.

Arbor Hills also requests waiver of newspaper publication of the supplement.

Very truly yours,

Andrew Sferra PO Box 424 Pleasatville, NY 10570