November 12, 2003

Honorable Jaclyn A. Brilling
Acting Secretary
Public Service Commission
3 Empire State Plaza
Albany, New York 12223

Dear Acting Secretary Brilling:

In accordance with Public Service Law Section 89-e and Section 5 (4), on behalf of Somers Chase Water Works Corporation (Company), the following documents related to its initial rate filing were provided to Staff:

A. Letter Requesting Light Regulation
B. Corporate Shares
C. Request for Tariff
D. Projected Income Statement
E. Water Plant Statement and
F. SAPA Notice

As the Company is operated and its shares are owned by the Somers Chase Homeowners Association (HOA), lightened regulation with respect to the setting of rates as well as exemption from any and all provisions of the Public Service Law to the extent deemed acceptable by the Commission is appropriate and consistent with Commission precedent. See, Public Service Law Section 5 (4).

The HOA intends to operate the Company to meet the needs of individual homeowners and will set rates at a level designed to simultaneously recover operating and depreciation costs and maintain the integrity and reliability of the water system. In this regard, the Company plans on implementing the following rates and rate structure:

Service Charge (per quarter) $81.80
Usage Rate for max quarterly usage $ 2.39 per thousand gallons
Excess quarterly usage $23.96 per thousand gallons

The initial block is applied to usage of 600 g/p/d multiplied by the number of days in each quarter; the tailblock rate will be assessed to all usage in excess of this maximum monthly level.

Based on my previous discussions and correspondence with Staff, it is my understanding that this filing will be deemed as served on the Commission, and Staff will implement the required steps to secure Commission approval of the initial rate and electronic tariff.

Please feel free to contact me should you have any further questions or require additional documentation.

Somers Chase Water Works Corporation

By: Usher Fogel, Counsel