FOREST PARK WATER COMPANY, INC. PO Box 599 Pleasant Valley, NY 12569

July 9, 2003

Jackie Brilling, Acting Secretary State of New York Department of Public Service Three Empire State Plaza Albany, New York 12223-1350

Dear Acting Secretary Brilling:

After discussions with Staff of the Department, I realized that the original submission requesting an increase of \$282,000 or 104% was incorrect and should instead be for an increase of \$243,913 or 78.9%. The remainder of this letter is the same as our original with changes made as a result of the change in the increase requested.

By this letter the following companies:

Archer, Lloyd and Ruth, Forest Park Water Company, Forest Park Water Company, Inc., London Bridge Acres, Mahopac Water Company, Inc., Soundview Water Co. and Spring Knolls Estates are formally requesting the Department of Public Service to electronically file, a new consolidated tariff schedule under the name of Forest Park Water Company, Inc. The new consolidated tariff schedule will contain: the current rates common to all the companies, in Service Classification No. 1; the new proposed rates also common to all companies, in First Revised Leaf of Service Classification No. 1; Escrow Statement No. 1 containing the current escrow in effect with more up to date language, and the old \$25,000 level of funding; and Escrow Statement No. 2 with the new \$50,000 level of funding.

After further consultation with staff, as the owner of all the above-named companies, I am requesting the Water Rates Section, on my behalf, to file the consolidated electronic tariff schedule since I do not have the capability to make the electronic filing. I am seeking a rate increase designed to produce an increase of revenue of \$243,913 or 78.9% and requesting an increase in the funding level of the existing \$25,000 escrow account to \$50,000. I am asking for a filing date of July 10, 2003 and that the 78.9% rate increase, new \$50,000 funding level escrow account have an effective date of January 1, 2004 and that the new tariff have an effective date of November 1, 2003.

Enclosed is a copy of my letter to Carl Etter of the New York City Water Rates Section of the Department of Public Service. This letter gives more details of the rate request and includes a pro forma income statement showing the need for the increase. The Federal Income Tax returns referred to in the letter have been provided to Staff of the Water Rates Section in New York City.

Over the last few years the company has incurred expenses for repairs, maintenance and improvements that were not covered in its rates and have instead been paid for through the existing escrow account which thoroughly defeats the normal purpose of such an account. I have not had an increase in rates since 1989 and have seen many of the costs increase. The demands of regulatory bodies upon my resources, in particular the Health Departments, are also costing more in manpower and testing costs.

I am also requesting waiver of the requirement of newspaper publication of the proposed changes since I will notify the customers of the proposed changes individually by mail.

Sincerely,

Hugh Knickerbocker, President Forest Park Water Company, Inc. et. al.

Cc: Carl Etter