

Arbor Hills Waterworks, Inc.
P.O. Box 424
Pleasantville, New York 10570

July 30, 2004

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

Dear Secretary Brilling,

By this letter the Arbor Hills Waterworks, Inc. is formally requesting that the Department of Public Service electronically file Second Revised Leaf No. 12, Escrow Statement No.2 and First Revised Leaf No. 10, on its behalf, since it does not have the capability to make the electronic filing itself. We are requesting that the above leaves be filed with a February 1, 2005 effective date.

The filing is designed to increase revenues by \$63,773 or 95.42%, increase the quarterly funding to our existing escrow account from \$24.88 to \$50.00 as well as raise the maximum replenishment amount from \$24.88 to \$100.00 and change our fees for restoration of service to \$150.00 during normal business hours and \$200.00 for all other times including weekends and holidays.

The rate increase is designed to allow us the opportunity to recoup increased operating costs (details of our filing including increased costs have been provided to Staff of the Water Rates Section in New York City).

We are also requesting waiver of the requirement of newspaper publication of the proposed changes since we will notify our customers of the proposed changes individually by mail.

Sincerely,

Andrew Sferra, President
Arbor Hills Waterworks, Inc.